

SENATE BILL 2392

By Watson

AN ACT to amend Tennessee Code Annotated, Section 13-23-117, relative to the Tennessee housing development agency.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 13-23-117(c), is amended by deleting the subsection and substituting the following:

(1) The agency may make or participate in the making of permanent mortgage loans, including, without limitation, federally insured mortgage loans, for multifamily housing, including mixed use or mixed income developments that include residential housing for very low income households, low income households, or persons and families of lower and moderate income, on terms and under conditions as the agency's board of directors deem appropriate.

(2) The agency may purchase and take assignment of notes and deeds of trust securing those notes evidencing permanent mortgage loans, including, without limitation, federally insured mortgage loans, for multifamily housing, including mixed use or mixed income developments that include residential housing for very low income households, low income households, or persons and families of lower and moderate income, on terms and under conditions as the agency's board of directors deem appropriate.

(3) The agency may service or sell the permanent mortgage loans described in this section on terms and under conditions as the agency's board of directors deem appropriate.

(4) The agency has all the power and authority necessary to carry out this section.

SECTION 2. Tennessee Code Annotated, Section 13-23-117(a), is amended by deleting the language "to qualified sponsors, developers or builders of residential housing for lower and moderate income persons and families, and" in the first sentence; deleting the second and third sentences; deleting the language "of a sponsor's, developer's, builder's or purchaser's pending loan application" and the language "with such qualified sponsor, developer, or builder or" in the fourth sentence.

SECTION 3. Tennessee Code Annotated, Section 13-23-117(b), is amended by deleting the second and third sentences.

SECTION 4. This act shall take effect July 1, 2020, the public welfare requiring it.