

1 AN ACT

2 relating to the authority of the Veterans' Land Board to sell
3 certain loans issued by the Veterans' Land Board.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Subchapter K, Chapter 161, Natural Resources
6 Code, is amended by adding Sections 161.514 and 161.515 to read as
7 follows:

8 Sec. 161.514. SALE OF LOANS. (a) The board may sell at
9 public or private sale, with or without public bidding, any or all
10 of the loans made under this subchapter. Proceeds from the sale
11 shall be deposited in the fund and otherwise applied in the manner
12 provided by this chapter, except that at the direction of the board
13 the sale proceeds may be used by the board, together with other
14 available money, to discharge, pay, or redeem, wholly or partly,
15 outstanding bonds issued by the board under this chapter.

16 (b) A loan made under this chapter that is combined with a
17 housing assistance loan made under Chapter 162 or a home mortgage
18 loan made under Chapter 164 may be sold under this section or under
19 Chapter 162 or 164, as applicable.

20 Sec. 161.515. CERTAIN RIGHTS, BENEFITS, CONDITIONS, AND
21 OBLIGATIONS PROHIBITED. In making rules and administering this
22 subchapter, the board may not impose on or grant a loan recipient or
23 a transferee under Section 161.511 a right, benefit, condition, or
24 obligation that, in any way, may impair:

- 1 (1) the ability of the board to sell a loan made under
2 this subchapter; or
3 (2) the market value of a loan made under this
4 subchapter.

5 SECTION 2. Section 161.510, Natural Resources Code, is
6 amended to read as follows:

7 Sec. 161.510. COMBINATION WITH CERTAIN HOME LOANS
8 [~~LOAN~~]. The board may:

9 (1) permit a person to combine a loan made under this
10 subchapter with:

11 (A) a housing assistance [~~home~~] loan made under
12 Chapter 162 if the portion of the loan made under this subchapter is
13 funded from amounts on deposit in the fund and the portion of the
14 loan made under Chapter 162 is not funded from amounts in the fund;
15 or

16 (B) in accordance with board rules, a home
17 mortgage loan made under Chapter 164; and

18 (2) prescribe the amounts of and forms for a combined
19 loan under this section.

20 SECTION 3. This Act takes effect September 1, 2007.

David Newkum

President of the Senate

Jim Caddick

Speaker of the House

I certify that H.B. No. 1416 was passed by the House on April 12, 2007, by the following vote: Yeas 141, Nays 0, 1 present, not voting.

Robert Haney
Chief Clerk of the House

I certify that H.B. No. 1416 was passed by the Senate on May 8, 2007, by the following vote: Yeas 31, Nays 0.

Letsy Spaw
Secretary of the Senate

APPROVED: 25 MAY 07

Date

Rick Perry
Governor

FILED IN THE OFFICE OF THE
SECRETARY OF STATE
10:00 pm O'CLOCK

MAY 25 2007

Roger Winnie