

Assembly Bill No. 1658

CHAPTER 12

An act to amend Section 50661 of the Health and Safety Code, relating to housing.

[Approved by Governor May 26, 1995. Filed with Secretary of State May 26, 1995.]

LEGISLATIVE COUNSEL'S DIGEST

AB 1658, Battin. Housing.

Under existing law, the Housing Rehabilitation Loan Fund is created in the State Treasury, and is continuously appropriated, for specified purposes. Existing law requires the Department of Housing and Community Development to ensure that not less than 20% of the funds loaned from the Housing Rehabilitation Loan Fund are allocated to rural areas. Existing law separately defines a "rural area," for purposes of low-income housing credits, to mean an area that satisfies specified criteria relating to eligibility for financing, location, incorporation status, and population.

This bill would define rural area, for purposes of the Housing Rehabilitation Loan Fund, with the same definition as is applicable for low-income housing credits. The bill would also make technical nonsubstantive changes to existing law.

The people of the State of California do enact as follows:

SECTION 1. Section 50661 of the Health and Safety Code is amended to read:

50661. (a) There is hereby created in the State Treasury the Housing Rehabilitation Loan Fund. All interest or other increments resulting from the investment of moneys in the Housing Rehabilitation Loan Fund shall be deposited in the fund, notwithstanding Section 16305.7 of the Government Code. Notwithstanding Section 13340 of the Government Code, all money in the fund is continuously appropriated to the department for the following purposes:

(1) For making deferred-payment rehabilitation loans for financing all or a portion of the cost of rehabilitating existing housing to meet rehabilitation standards, as provided in this chapter.

(2) For making deferred-payment loans pursuant to Sections 50669 and 50670.

(3) For making deferred-payment loans pursuant to Sections 50662.5 and 50671.

(4) For related administrative expenses of the department.



(5) For related administrative costs of nonprofit corporations and local public entities contracting with the department pursuant to Section 50663 in an amount, if any, as determined by the department, to enable the entities and corporations to implement a program pursuant to this chapter. The department shall ensure that not less than 20 percent of the funds loaned pursuant to this chapter shall be allocated to rural areas. For purposes of this chapter “rural area” shall have the same meaning as in Section 50199.21.

(b) There shall be paid into the fund the following:

(1) Any moneys appropriated and made available by the Legislature for purposes of the fund.

(2) Any moneys the department receives in repayment of loans made from the fund, including any interest thereon.

(3) Any other moneys that may be made available to the department for the purposes of this chapter from any other source or sources.

(c) Notwithstanding any other provision of law, any interest or other increment earned by the investment or deposit of moneys appropriated by subdivision (b) of Section 3 of Chapter 2 of the Statutes of the 1987–88 First Extraordinary Session, or Section 7 of Chapter 4 of the Statutes of the 1987–88 First Extraordinary Session, shall be deposited in a special account in the Housing Rehabilitation Loan Fund and shall be used exclusively for purposes of Sections 50662.5 and 50671.

