
SUBSTITUTE SENATE BILL 6213

State of Washington

53rd Legislature

1994 Regular Session

By Senate Committee on Labor & Commerce (originally sponsored by Senators Pelz, Franklin, Prentice and Moyer; by request of Department of Community Development)

Read first time 01/31/94.

1 AN ACT Relating to the housing trust fund; and amending RCW
2 43.185.050, 43.185.060, 43.185A.030, and 43.185A.040.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 43.185.050 and 1991 c 356 s 4 are each amended to read
5 as follows:

6 (1) The department shall use moneys from the housing trust fund and
7 other legislative appropriations to finance in whole or in part any
8 loans or grant projects that will provide housing for persons and
9 families with special housing needs and with incomes at or below fifty
10 percent of the median family income for the county or standard
11 metropolitan statistical area where the project is located. At least
12 thirty percent of these moneys used in any given funding cycle shall be
13 for the benefit of projects located in rural areas of the state as
14 defined by the department (~~(of community development)~~). If the
15 department determines that it has not received an adequate number of
16 suitable applications for rural projects during any given funding
17 cycle, the department may allocate unused moneys for projects in
18 nonrural areas of the state.

1 (2) Activities eligible for assistance from the housing trust fund
2 and other legislative appropriations include, but are not limited to:
3 (a) New construction, rehabilitation, or acquisition of low and
4 very low-income housing units;
5 (b) Rent subsidies;
6 (c) Matching funds for social services directly related to
7 providing housing for special-need tenants in assisted projects;
8 (d) Technical assistance, design and finance services and
9 consultation, and administrative costs for eligible nonprofit community
10 or neighborhood-based organizations;
11 (e) Administrative costs for housing assistance groups or
12 organizations when such grant or loan will substantially increase the
13 recipient's access to housing funds other than those available under
14 this chapter;
15 (f) Shelters and related services for the homeless;
16 (g) Mortgage subsidies, including temporary rental and mortgage
17 payment subsidies to prevent homelessness;
18 (h) Mortgage insurance guarantee or payments for eligible projects;
19 (i) Down payment or closing cost assistance for eligible first-time
20 home buyers;
21 (j) Acquisition of housing units for the purpose of preservation as
22 low-income or very low-income housing; and
23 (k) Projects making housing more accessible to families with
24 members who have disabilities.

25 (3) Legislative appropriations from capital bond proceeds (~~and~~
26 ~~moneys from repayment of loans from appropriations from capital bond~~
27 ~~proceeds~~) may be used only for the costs of projects authorized under
28 subsection (2) (a), (i), and (j) of this section, and not for the
29 administrative costs of the department.

30 (4) Moneys from repayment of loans from appropriations from capital
31 bond proceeds may be used for all activities necessary for the proper
32 functioning of the housing assistance program.

33 **Sec. 2.** RCW 43.185.060 and 1991 c 295 s 1 are each amended to read
34 as follows:

35 Organizations that may receive assistance from the department under
36 this chapter are local governments, local housing authorities, regional
37 support networks established under chapter 71.24 RCW, nonprofit
38 community or neighborhood-based organizations, federally recognized

1 Indian tribes in the state of Washington, and regional or state-wide
2 nonprofit housing assistance organizations.

3 Eligibility for assistance from the department under this chapter
4 also requires compliance with the revenue and taxation laws, as
5 applicable to the recipient, at the time the grant or loan is made.

6 **Sec. 3.** RCW 43.185A.030 and 1991 c 356 s 12 are each amended to
7 read as follows:

8 (1) Using moneys specifically appropriated for such purpose, the
9 department shall finance in whole or in part projects that will provide
10 housing for low-income households.

11 (2) Activities eligible for assistance include, but are not limited
12 to:

13 (a) New construction, rehabilitation, or acquisition of housing for
14 low-income households;

15 (b) Rent subsidies in new construction or rehabilitated multifamily
16 units;

17 (c) Down payment or closing costs assistance for first-time home
18 buyers;

19 (d) Mortgage subsidies for new construction or rehabilitation of
20 eligible multifamily units; and

21 (e) Mortgage insurance guarantee or payments for eligible projects.

22 (3) Legislative appropriations from capital bond proceeds (~~and~~
23 ~~moneys from repayment of loans from appropriations from capital bond~~
24 ~~proceeds~~) may be used only for the costs of projects authorized under
25 subsection (2)(a), (c), (d), and (e) of this section, and not for the
26 administrative costs of the department.

27 (4) Moneys from repayment of loans from appropriations from capital
28 bond proceeds may be used for all activities necessary for the proper
29 functioning of the affordable housing program.

30 **Sec. 4.** RCW 43.185A.040 and 1991 c 356 s 13 are each amended to
31 read as follows:

32 Organizations that may receive assistance from the department under
33 this chapter are local governments, local housing authorities,
34 nonprofit community or neighborhood-based organizations, federally
35 recognized Indian tribes in the state of Washington, and regional or
36 state-wide nonprofit housing assistance organizations.

1 Eligibility for assistance from the department under this chapter
2 also requires compliance with the revenue and taxation laws, as
3 applicable to the recipient, at the time the grant or loan is made.

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