

1-1 By: Morrison, et al. (Senate Sponsor - Kolckhorst) H.B. No. 2696  
 1-2 (In the Senate - Received from the House May 17, 2021;  
 1-3 May 17, 2021, read first time and referred to Committee on Finance;  
 1-4 May 21, 2021, reported favorably by the following vote: Yeas 9,  
 1-5 Nays 0; May 21, 2021, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7				
1-8	X			
1-9	X			
1-10	X			
1-11			X	
1-12	X			
1-13	X			
1-14			X	
1-15			X	
1-16	X			
1-17	X			
1-18	X			
1-19			X	
1-20	X			
1-21			X	
1-22			X	

1-23 A BILL TO BE ENTITLED  
 1-24 AN ACT

1-25 relating to eligibility for a loan under the disaster recovery loan  
 1-26 program.

1-27 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-28 SECTION 1. Section 418.062, Government Code, is amended to  
 1-29 read as follows:

1-30 Sec. 418.062. ELIGIBILITY FOR LOAN. (a) A political  
 1-31 subdivision may apply to the division for a loan under this  
 1-32 subchapter if:

1-33 (1) the political subdivision:

1-34 (A) is located wholly or partly in an area  
 1-35 declared to be a disaster area by the governor or the president of  
 1-36 the United States; and

1-37 (B) before applying to the division for a loan  
 1-38 under this subchapter, submits ~~+~~

1-39 ~~[(i) has submitted] to the division~~  
 1-40 ~~within 15 days of the date of its adoption by the governing body of~~  
 1-41 ~~the political subdivision,~~ the political subdivision's operating  
 1-42 budget for the most recent fiscal year; ~~and~~

1-43 ~~[(ii) has submitted an application for a~~  
 1-44 ~~loan from the Federal Emergency Management Agency's community~~  
 1-45 ~~disaster loan program.]~~

1-46 (2) an assessment of damages due to the disaster for  
 1-47 which the declaration was made has been conducted in the political  
 1-48 subdivision; and

1-49 (3) the division ~~[, in consultation with the Federal~~  
 1-50 ~~Emergency Management Agency,]~~ determines that the political  
 1-51 subdivision's estimated cost to appropriately respond to ~~[rebuild~~  
 1-52 ~~the political subdivision's infrastructure damaged in]~~ the  
 1-53 disaster is greater than 50 percent of the political subdivision's  
 1-54 total revenue for the current year as shown in the most recent  
 1-55 operating budget of the political subdivision submitted to the  
 1-56 division under this section.

1-57 (b) The division may consult with the Federal Emergency  
 1-58 Management Agency in making the determination required under  
 1-59 Subsection (a)(3).

1-60 SECTION 2. The change in law made by this Act applies only  
 1-61 to a loan the application for which is filed on or after the

2-1 effective date of this Act. A loan the application for which is  
2-2 filed before that date is governed by the law in effect on the date  
2-3 on which the application was filed, and the former law is continued  
2-4 in effect for that purpose.

2-5 SECTION 3. This Act takes effect immediately if it receives  
2-6 a vote of two-thirds of all the members elected to each house, as  
2-7 provided by Section 39, Article III, Texas Constitution. If this  
2-8 Act does not receive the vote necessary for immediate effect, this  
2-9 Act takes effect September 1, 2021.

2-10

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