(Original Signature of Member)

117th CONGRESS 2D Session



To amend title 38, United States Code, to make certain legatees of certain veterans eligible for housing loans guaranteed by the Secretary of Veterans Affairs, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

M____ introduced the following bill; which was referred to the Committee on

A BILL

- To amend title 38, United States Code, to make certain legatees of certain veterans eligible for housing loans guaranteed by the Secretary of Veterans Affairs, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - **3** SECTION 1. SHORT TITLE.
 - 4 This Act may be cited as the "VA Housing Loan For-
 - 5 ever Act of 2022".

SEC. 2. TRANSFER OF ELIGIBILITY OF CERTAIN VETERANS FOR HOUSING LOANS GUARANTEED BY THE SECRETARY OF VETERANS AFFAIRS TO CER TAIN LEGATEES.

5 (a) TRANSFER OF BENEFITS.—Chapter 37 of title
6 38, United States Code, is amended by inserting after sec7 tion 3736 the following new section (and conforming the
8 table of sections at the beginning of such chapter accord9 ingly):

10 "§ 3737. Authority to transfer housing loan benefits to 11 legatees

12 "(a) BENEFIT TRANSFERRED FROM A LIVING VET-ERAN.—(1) During the ten-year period beginning one year 13 14 after the date of the enactment of this section, a veteran described in paragraph (2) may elect to transfer the hous-15 16 ing loan benefits of the veteran to a legate of the veteran. 17 "(2) A veteran described in this paragraph is a veteran who did not receive a housing loan benefit under this 18 19 chapter during the lifetime of the veteran.

20 "(b)(1) BENEFIT TRANSFERRED FROM A DECEASED
21 VETERAN.—The Secretary may transfer the housing loan
22 benefits of a veteran described in paragraph (2) to an indi23 vidual if—

24 "(A) the individual files a claim with the Sec-25 retary for purposes of this subsection during the

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1	five-year period beginning one year after the date of
2	the enactment of this section; and
3	"(B) the Secretary determines that the indi-
4	vidual is a legatee of such veteran.
5	((2) A veteran described in this paragraph is a vet-
6	eran who—
7	"(A) is deceased;
8	"(B) died before the end of the period described
9	in paragraph (1);
10	"(C) died before the individual filed the claim
11	described in paragraph (1);
12	"(D) did not receive a housing loan benefit
13	under this chapter during the lifetime of the veteran;
14	and
15	"(E) did not elect to transfer such housing loan
16	benefit pursuant to subsection (a) before dying.
17	"(c) Rules of Construction.—(1) A legatee to
18	whom housing loan benefits are transferred pursuant to
19	this section—
20	"(A) shall be treated as a veteran for purposes
21	of housing loans under this chapter; and
22	"(B) may use such housing loan benefits with-
23	out regard to the periods specified in subsections (a)
24	and (b).

"(2) Each legatee described in paragraph (1) shall
 receive the full housing loan benefits of the veteran from
 whom such benefits are transferred.

4 "(d) PAYMENT OF CERTAIN FEES.—A legatee to
5 whom housing loan benefits are transferred pursuant to
6 this section may not be exempt from paying a fee under
7 section 3729(c) of this title.

8 "(e) LEGATEE DEFINED.—In this section, the term
9 'legatee' includes, with regards to a veteran—

10 "(1) a spouse or surviving spouse;

11 "(2) a biological or legally adopted child;

12 "(3) a grandchild; and

13 "(4) any other direct descendant.".

(a) EXPANSION OF DEFINITION OF VETERAN FOR
15 PURPOSES OF HOUSING LOAN BENEFITS.—Section
16 3701(b) of title 38, United States Code, is amended by
17 adding at the end the following new paragraph:

"(8) The term 'veteran' also includes, for purposes of housing loans, a legatee entitled to housing
loan benefits pursuant to section 3737 of this title.".
(b) EXPANSION OF ELIGIBILITY.—Section
3702(a)(2) of such title is amended by adding at the end
the following new subparagraph:

24 "(H) Each legatee entitled to housing loan ben-25 efits pursuant to section 3737 of this title.".

(c) REGULATIONS.—Not later than 180 days after
 the date of the enactment of this Act, the Secretary of
 Veterans Affairs shall prescribe regulations to carry out
 the amendments made by this section.