

1 IN THE SENATE

BY THE RULES COMMITTEE BY REQUEST

2 SENATE BILL NO. 332

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act allowing equal 360 month amortization of delay  
7 payment loans."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 06.15.250(2) is amended to read:

10 (2) No investment in any one mortgage may exceed two per cent  
11 of the assets of the mutual bank at the time the investment is made, or  
12 as specified in (1) of this section, whichever is greater, or more than  
13 80 per cent of the appraised value of a one-to-four family residence  
14 securing a conventional loan; however, a mutual bank may make 95 per  
15 cent of appraised value loans if the term of the loan does not exceed 30  
16 years from the date of the first payment, and if the first payment date  
17 is no later than 60 days following final disbursement of the loan, and  
18 the loan is secured by an amortized mortgage, deed of trust, or other  
19 instrument under the terms of which the installment payments are suffi-  
20 cient to amortize the entire principal of the loan within the period  
21 ending on the date of its maturity and, in addition, the loan is either  
22 (A) insured by mortgage insurance in an amount equal to 20 per cent of  
23 the loan issued by a mortgage insurer authorized to do business in  
24 Alaska; or (B) the loan is secured in addition to the amortized mortgage  
25 by a savings account held by the lending institution in an amount equal  
26 to 10 per cent of the loan or other collateral acceptable to the depart-  
27 ment.

28 \* Sec. 2. AS 06.15.250(3) is amended to read:

29 (3) Except as provided in (2) of this section, no investment

1 may be made in a conventional loan secured by a mortgage on a one-to-  
2 four family residence unless the mortgaged property is located inside  
this state and the mortgage has a maturity not exceeding 30 years from  
3 the date of the first payment, and if the first payment date is no  
4 later than 60 days following final disbursement of the loan [THE LOAN  
5 IS MADE].  
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