

Introduced: 2/6/80
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 684

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act to allow certain investments of the general
7 fund in insured mortgages; and providing for an
8 effective date."

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

10 * Section 1. AS 37.10.070(a) is amended by adding a new paragraph to
11 read:

12 (14) notes secured by mortgages of commercial or residential
13 real estate or other security if the mortgages are insured by a private
14 mortgage insurance corporation which is authorized to do business in
15 Alaska and has combined capital, surplus, and reserves aggregating at
16 least \$20,000,000; however, (A) no mortgage insurance is necessary for
17 commercial loans having loan-to-value ratios of less than 50 percent
18 and the minimum required coverage of other commercial loans is 10
19 percent of those having a loan-to-value ratio of 50-60 percent and is
20 15 percent for those having a loan-to-value ratio greater than 60
21 percent but no more than 75 percent, and (B) no mortgage insurance is
22 necessary for residential loans having a loan-to-value ratio of less
23 than 70 percent and the minimum required coverage of other residential
24 loans is 10 percent for those having a loan-to-value ratio greater
25 than 70 percent but less than 90 percent and is 20 percent for those
26 having a loan-to-value ratio of 90 percent.

27 * Sec. 2. This Act is retroactive to November 1, 1979.

28 * Sec. 3. This Act takes effective immediately in accordance with AS 01.-
29 10.070(c).