

Introduced: 2/18/86
Referred: Finance

1 IN THE SENATE

BY RODEY AND KERTTULA

2

SENATE BILL NO. 438

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the special mortgage loan pur-
7 chase program."

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

9 * Section 1. AS 18.56.098(a) is amended to read:

10 (a) The corporation shall establish a special mortgage loan
11 purchase program. Under the special mortgage loan purchase program,
12 the corporation may purchase refinancing loans or first or second
13 mortgage loans, including graduated payment mortgage loans, made for
14 the purchase, improvement, or rehabilitation of residences.

15 * Sec. 2. AS 18.56.098(f) is amended to read:

16 (f) In this section and in AS 18.56.099,

17 (1) "graduated payment mortgage loan" means a mortgage loan
18 the terms of which provide for monthly principal and interest payments
19 which

20 (A) during the first year of the mortgage loan are
21 lower than the monthly principal and interest payments that would
22 be required under the terms of a level payment mortgage loan made
23 at the same interest rate; and

24 (B) during subsequent years of the mortgage loan are
25 graduated to provide for the same return over the term of the
26 loan that would have been provided by a level payment mortgage
27 loan made at the same interest rate;

28 (2) "mortgage loan" includes a beneficial interest or
29 participation in a mortgage loan;

1 [(3) Repealed]

2 (3) "refinancing loan" means a loan refinancing a first or
3 second mortgage loan purchased under (a) of this section through
4 another mortgage loan the amount of which may not exceed the unpaid
5 balance of the loan being refinanced plus closing costs;

6 (4) "residence" means an owner-occupied, single-family
7 residence, including a mobile home, or an owner-occupied duplex,
8 triplex or fourplex.