



LAWS OF ALASKA

1976

Source

SB 332

Chapter No.

7

AN ACT

Allowing equal 360 month amortization of delay payment loans.

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

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

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

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

(3) Except as provided in (2) of this section, no investment may be made in a conventional loan secured by a mortgage on a one-to-four family residence unless the mortgaged property is located inside this state and the mortgage has a maturity not exceeding 30 years from the date of the

first payment, and if the first payment date is no later than 60 days following final disbursement of the loan.

Approved by governor: February 21, 1976
Actual effective date: May 21, 1976