

# MAINE STATE LEGISLATURE

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L.D. 1521

2

(Filing No. H- 250 )

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STATE OF MAINE  
HOUSE OF REPRESENTATIVES  
11TH LEGISLATURE  
FIRST REGULAR SESSION

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COMMITTEE AMENDMENT "A" to H.P. 1152,  
L.D. 1521, Bill, "AN ACT to Provide for the 1983  
Amendments to the Maine Housing Authorities Act."

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Amend the bill in section 2 in that part design-  
ated "§4553." in the first paragraph in the 7th line  
(page 2, line 25 of L.D.) by striking out the under-  
lined words "or accept"

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Further amend the bill in section 2 in that part  
designated "§4553." in the first paragraph in the  
23rd line (page 2, line 41 of L.D) by striking out  
the underlined word "acceptable" and inserting in its  
place the underlined word 'affordable'

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Further amend the bill in section 2 in that part  
designated "§4553." in the first paragraph in the 4th  
line from the end (page 3, line 35 in L.D.) by strik-  
ing out the underlined word "acceptable" and insert-  
ing in its place the underlined word 'affordable'

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Further amend the bill in section 2 in that part  
designated "§4553." in the 3rd paragraph in the 4th  
and 5th lines (page 4, lines 14 and 15 in L.D.) by  
striking out the underlined words "on terms accept-  
able to residents of the State"

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Further amend the bill by striking out all of  
section 7.

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Further amend the bill in section 8 by striking  
out all of paragraph L and inserting in its place the  
following:

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'L. Contract with any financial institution to  
make mortgage loans on behalf of the state  
authority. The mortgage loans shall be made pur-

COMMITTEE AMENDMENT "A" to H.P. 1152, L.D. 1521

1 suant to one or more mortgage loan programs gov-  
2 erned by standards established in accordance with  
3 the Maine Administrative Procedure Act, Title 5,  
4 chapter 375. The state authority may, without  
5 contracting with a financial institution, make  
6 mortgage loans only with respect to the follow-  
7 ing:

8 (1) To protect the security or likelihood  
9 of repayment of any mortgage loan held by  
10 the state authority when such a loan is not  
11 made within 10 business days of application  
12 through the originating financial institu-  
13 tion on terms and conditions comparable to  
14 terms and conditions available from the  
15 state authority; or

16 (2) In one or more areas of the State, to  
17 the extent that no financial institution,  
18 after both initial and such successive  
19 reasonable opportunities as the state  
20 authority may provide, has contracted with  
21 the state authority to participate in a  
22 mortgage loan program.

23 Any mortgage loan made pursuant to this paragraph  
24 shall not pledge the faith and credit of the  
25 State. Any bonds issued by the state authority  
26 to finance mortgage loans authorized by this  
27 paragraph shall be subject to the limitations of  
28 sections 4760 and 4762;

29 Further amend the bill in section 10 by striking  
30 out all of paragraph Q and inserting in its place the  
31 following:

32 'Q. To modify or waive the requirements of  
33 section 4757, subsections 1 and 2, and section  
34 4758; and

35 Further amend the bill by renumbering the sec-  
36 tions to read consecutively.

COMMITTEE AMENDMENT "A" to H.P. 1152, L.D. 1521

1 STATEMENT OF FACT

2 The purpose of this amendment is to make techni-  
3 cal changes in the bill and to qualify the direct  
4 lending powers of the Maine State Housing Authority.  
5 This amendment changes the phrases relating to "ac-  
6 ceptable housing" to "affordable housing." In addi-  
7 tion, this amendment removes the section that author-  
8 izes the state authority to conduct meetings by tele-  
9 communications and to remove gubernatorial appointed  
10 members to the advisory board.

11 This amendment authorizes the Maine State Housing  
12 Authority to issue direct loans only to protect  
13 repayment of mortgages held by the authority and for  
14 which Maine financial institutions will not provide  
15 timely loans on comparable terms. In addition, the  
16 state authority may provide direct loans only when  
17 financial institutions participating in authority  
18 programs refuse to serve an area.

19 Another change requires the state authority to  
20 obtain representation from the seller with respect to  
21 the quality of a loan being sold.

22 3896051383

Reported by the Committee on State Government  
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the House  
5/17/83 (Filing No. H-250)