

# MAINE STATE LEGISLATURE

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1 FIRST REGULAR SESSION  
2

3 ONE HUNDRED AND TWELFTH LEGISLATURE  
4

5 Legislative Document

No. 1417

7 H.P. 987

House of Representatives, April 29, 1985

8 Reference to the Committee on State Government suggested and ordered  
9 printed.

10 EDWIN H. PERT, Clerk

Presented by Representative Smith of Island Falls.

11  
12 STATE OF MAINE  
13

14 IN THE YEAR OF OUR LORD  
15 NINETEEN HUNDRED AND EIGHTY-FIVE  
16

17 AN ACT Concerning State-guaranteed Mortgages.  
18

19 Be it enacted by the People of the State of Maine as  
20 follows:

21 Sec. 1. 9-B MRSA §440 is enacted to read:

22 §440. Prepaid finance charges or fees on residential  
23 mortgages acquired by the Maine State Housing  
24 Authority

25 If any financial institution makes a residential  
26 mortgage loan to any person for one to 4 residential  
27 units and requires the payment of "points" as a pre-  
28 paid finance charge or other fee based on a percent-  
29 age of the loan as a condition for making that loan  
30 and the loan is subsequently purchased or acquired by  
31 the Maine State Housing Authority, the financial in-  
32 stitution shall reimburse the person who paid the  
33 points for the amount paid.

1 STATEMENT OF FACT

2 The purpose of this bill is to require that if a  
3 financial institution assesses points for granting a  
4 residential mortgage loan and that loan is acquired  
5 by the Maine State Housing Authority, the financial  
6 institution must reimburse the person who paid the  
7 points.

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