

# MAINE STATE LEGISLATURE

The following document is provided by the  
**LAW AND LEGISLATIVE DIGITAL LIBRARY**  
at the Maine State Law and Legislative Reference Library  
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied  
(searchable text may contain some errors and/or omissions)

---

---

EIGHTY - SEVENTH LEGISLATURE

---

---

Legislative Document

No. 422

---

---

S. P. 386

In Senate, February 7, 1935.

Referred to Committee on Banks and Banking, sent down for concurrence and 500 copies ordered printed.

ROYDEN V. BROWN, Secretary.

Presented by Senator Schnurle of Cumberland.

---

---

STATE OF MAINE

---

IN THE YEAR OF OUR LORD NINETEEN HUNDRED  
THIRTY-FIVE

---

**AN ACT to Amend the Law Relating to Loan and Building Associations.**

---

**Emergency preamble.** Whereas, Congress passed an Act, approved June 27, 1934, entitled the "National Housing Act", for the purpose of improving housing standards and conditions, providing a system of mutual home mortgage insurance and authorizing the establishment of national mortgage associations, in order to facilitate home ownership, to create a sound mortgage market, and to establish a sound credit system; and

Whereas, loan and building associations in this state have not sufficient authority under the existing laws to make insured personal loans for the purpose of financing alterations, repairs and improvements upon real property pursuant to the provisions of Title I; to make insured mortgage loans pursuant to Title II; or to secure insurance under Title IV of the National Housing Act; and

Whereas, in the judgment of the Legislature, these facts create an emergency under the meaning of section 16 of article XXXI of the Constitution of Maine, and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now therefore Be it enacted by the People of the State of Maine, as follows:

**R. S., c. 57, § 108-B, additional.** Chapter 57 of the revised statutes is

hereby amended by adding a new section to be known as section 108-B, which shall read as follows :

**'Sec. 108-B. National Housing Act made applicable. Loan and building associations may make such loans and advances of credit and purchases of obligations representing loans and advances of credit as are eligible for insurance pursuant to the provisions of Title I of the National Housing Act approved June 27, 1934; to make such loans secured by mortgages on real estate as are eligible for insurance pursuant to the provisions of Title II of said National Housing Act; and they are also hereby authorized to secure insurance from the Federal Savings and Loan Insurance Corporation pursuant to the provisions of Title IV of said National Housing Act.**

**Emergency clause.** In view of the emergency as set forth in the above preamble this act shall take effect when approved.