

106TH CONGRESS
2D SESSION

H. R. 3607

To amend section 255 of the National Housing Act to waive the up-front premiums otherwise payable by elderly homeowners for insurance of home equity conversion mortgages the proceeds of which are used to purchase long-term care insurance.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 9, 2000

Mr. LAFALCE introduced the following bill; which was referred to the
Committee on Banking and Financial Services

A BILL

To amend section 255 of the National Housing Act to waive the up-front premiums otherwise payable by elderly homeowners for insurance of home equity conversion mortgages the proceeds of which are used to purchase long-term care insurance.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Affordable Long-Term
5 Care Insurance Act”.

1 **SEC. 2. WAIVER OF UP-FRONT PREMIUMS FOR HOME EQ-**
2 **UITY CONVERSION MORTGAGES USED TO**
3 **PURCHASE LONG-TERM CARE INSURANCE.**

4 Section 255 of the National Housing Act (12 U.S.C.
5 1715z-20) is amended by adding at the end the following
6 new subsection:

7 “(1) WAIVER OF UP-FRONT PREMIUMS.—

8 “(1) IN GENERAL.—In the case of any mort-
9 gage insured under this section under which the
10 total amount of all future payments described in
11 subsection (b)(3) will be used only for costs of a
12 qualified long-term care insurance contract covering
13 the mortgagor or members of the household residing
14 in the property that is subject to the mortgage, not-
15 withstanding section 203(c)(2), the Secretary shall
16 not charge or collect the single premium payment
17 otherwise required under subparagraph (A) of such
18 section to be paid at the time of insurance.

19 “(2) DEFINITION.—For purposes of this sub-
20 section, the term ‘qualified long-term care insurance
21 contract’ has the meaning given such term in section
22 7702B of the Internal Revenue Code of 1986 (26
23 U.S.C. 7702B)”.

○