

106TH CONGRESS
1ST SESSION

S. 1737

To amend the National Housing Act with respect to the reverse mortgage program and housing cooperatives.

IN THE SENATE OF THE UNITED STATES

OCTOBER 15, 1999

Mr. TORRICELLI (for himself and Mr. SCHUMER) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To amend the National Housing Act with respect to the reverse mortgage program and housing cooperatives.

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. REVERSE MORTGAGE PROGRAM AND HOUSING**
4 **COOPERATIVES.**

5 Section 255(d) of the National Housing Act (12
6 U.S.C. 1715z–20(d)) is amended—

7 (1) in paragraph (2), by striking “‘mortgage’”;
8 and

9 (2) by adding at the end the following:

10 “(4) MORTGAGE; FIRST MORTGAGE.—

1 “(A) MORTGAGE.—The term ‘mortgage’
2 means a first mortgage or first lien on real es-
3 tate, in fee simple, on all stock allocated to a
4 dwelling in a residential cooperative housing
5 corporation, or on a leasehold—

6 “(i) under a lease for not less than 99
7 years that is renewable; or

8 “(ii) under a lease having a period of
9 not less than 10 years to run beyond the
10 maturity date of the mortgage.

11 “(B) FIRST MORTGAGE.—The term ‘first
12 mortgage’ means such classes of first liens as
13 are commonly given to secure advances on, or
14 the unpaid purchase price of, real estate or all
15 stock allocated to a dwelling unit in a residen-
16 tial cooperative housing corporation, under the
17 laws of the State in which the real estate or
18 dwelling unit is located, together with the credit
19 instruments, if any, secured thereby.”.

○