
THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. **631** Session of
1961

INTRODUCED BY MESSRS. MULLIN, McCREESH AND KALMAN,
MAY 9, 1961.

REFERRED TO COMMITTEE ON BANKING, MAY 9, 1961.

AN ACT

Amending the act of May 5 1933 (P L 457) entitled "An act relating to the business of building and loan associations providing for the organization and voluntary dissolution of such associations defining the rights powers duties liabilities and immunities of such associations and of their officers directors shareholders solicitors and other employes prohibiting the transaction of business in this Commonwealth by foreign building and loan associations conferring powers and imposing duties upon the courts recorders

EXPLANATION—CAPITAL LETTERS indicate new matter added to bill. Matter stricken through is to be omitted from bill.
Underscoring indicates new matter added to existing law. [Brackets] indicate matter stricken from existing law.

of deeds and certain State departments commissions and officers establishing limitations of actions imposing penalties and repealing certain acts and parts of acts" authorizing the granting of mortgage loans to industrial development agencies and the acquisition of such loans and participations therein subject to limitations

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows

1 Section 1 The act of May 5 1933 (P L 457) known as the "Build-
2 ing and Loan Code" is amended by adding after section 905 a new
3 section to read

4 Section 905.1 Loans and Participations in Loans to Industrial De-
5 velopment agencies Notwithstanding any other restrictions or limitations
6 set forth in this act an association may grant or participate in the
7 granting of mortgage loans to an industrial development agency as de-
8 finied in the act of May 17 1956 (P L 1609) known as the "Pennsylvania
9 Industrial Development Authority Act" and may purchase and sell such
10 mortgage loans or participations therein subject to the following con-
11 ditions

1 (1) The aggregate of loans and participations in loans to industrial
2 development agencies shall not exceed twenty per centum of the assets
3 of the association

4 (2) Mortgage loans and participations therein to industrial develop-
5 ment agencies shall be secured by first liens on real property

6 (3) Mortgage loans and participations therein to industrial develop-
7 ment agencies shall be amortized on a regular monthly quarterly or
8 semiannual basis provided that amortization of a mortgage loan or par-
9 ticipation hereunder may be deferred and interest only collected for a
10 period not to exceed one year from the date of the mortgage instrument

11 Section 2 This act shall take effect immediately

We certify that this bill has passed the Senate and the House of
Representatives.

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Chief Clerk, Senate

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President pro tempore, Senate

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Speaker, House of Representatives

Approved—Theday ofA. D. 1961.

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Governor