

R.S. 17:2-6

LEGISLATIVE FACT SHEET

ON Permits real estate mortgage loans made by mortgage companies to be guaranteed or insured in whole or part by the Federal or (1968 Amendment) State governments.

H.J.R.S. 17:2-6

LAWS OF 1968

CHAPTER 33 May 8

SENATE 676

ASSEMBLY

INTRODUCED Apr. 18

BY McDermott, Tanzman, Rinaldo, La Corte, David, Matturi, Waldor, Maraziti.

STATEMENT

YES

NO

AMENDED DURING PASSAGE

YES

NO

HEARING

VETO no

Statement to S676, 1968

The purpose of this bill is to place mortgage companies and insurance companies on a par with commercial banks and savings and loan associations with respect to FHA- and VA-insured mortgage loans.

DEPOSITORY COPY
Do Not Remove From Library

33
5-8-68

SENATE, No. 676

STATE OF NEW JERSEY

INTRODUCED APRIL 18, 1968

By Senators McDERMOTT, TANZMAN, RINALDO, LaCORTE,
DOWD, MATTURRI, WALDOR and MARAZITI

(Without Reference)

AN ACT concerning legal investments and amending section 17:2-6
of the Revised Statutes.

1 BE IT ENACTED by the Senate and General Assembly of the State
2 of New Jersey:

1 1. Section 17:2-6 of the Revised Statutes is amended to read as
2 follows:

3 17:2-6. Savings banks, banks, banking institutions, trust com-
4 panies, building and loan associations, mortgage companies and
5 insurance companies organized under any general or special law
6 of this State, all boards, commissions and departments of the State
7 Government and of the various counties and municipalities thereof,
8 and executors, administrators, trustees, guardians and other
9 fiduciaries are authorized:

10 a. To make such real estate mortgage loans as **the Federal**
11 **Housing Administrator insures or makes a commitment to insure**
12 *may be guaranteed or insured in whole or in part by the United*
13 *States of America or the State of New Jersey, or by any officer,*
14 *agency or instrumentality of either of them, or for which a commit-*
15 *ment to so guarantee or insure has been made, and to invest in,*
16 *purchase or otherwise acquire, own or hold, mortgage notes or*
17 *bonds so guaranteed or insured;*

18 b. To cause such mortgage securities to be and be kept so
19 *guaranteed or insured* **by the Federal Housing Administrator**
20 and to pay for and receive the benefits of such *guarantees or*
21 *insurance;*

22 c. To invest in, purchase or otherwise acquire, own and hold
23 notes, bonds, debentures, capital stock or other such obligations
24 of any national mortgage association; provided, the issuance of
25 such notes, bonds, debentures, capital stock or other such obliga-

**EXPLANATION—Matter enclosed in bold-faced brackets [thus] in the above bill
is not enacted and is intended to be omitted in the law.**

26 tions has been approved by the Federal Housing Administrator.
27 Nothing in sections 17:2-5 to 17:2-8 of this Title contained shall be
28 construed to empower any fiduciary to make any investment or
29 commitment in capital stock pursuant to paragraph "c" of this
30 section.

1 2. This act shall take effect immediately.

STATEMENT

The purpose of this bill is to place mortgage companies and insurance companies on a par with commercial banks and savings and loan associations with respect to FHA- and VA-insured mortgage loans.