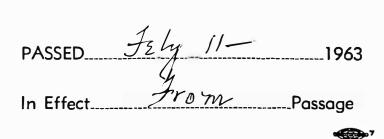
WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1963

ENROLLED

HOUSE BILL No. 50

(By Mr. Ford



Filed in Office of the Secretary of State of West Virginia <u>2 - 18-63</u>. JOE F. BURDETT SECRETARY OF STATE



ENROLLED House Bill No. 50

(By Mr. Ford)

[Passed February 11, 1963; in effect from passage.]

AN ACT to amend and reenact section twenty-one, article six, chapter thirty-one of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to building and loan associations and the conditions and circumstances under which such associations may take mortgages and deeds of trust.

Be it enacted by the Legislature of West Virginia:

That section twenty-one, article six, chapter thirty-one of the code of West Virginia, one thousand nine hundred thirtyone, as amended, be amended and reenacted to read as follows:

Section 21. Conditions on Which Association May 2 Take Mortgage or Deed of Trust.—No building and loan 3 association shall: Enr. H. B. No. 50]

First: Take a mortgage or deed of trust upon real estate 4 5 unless a written application is first made for the loan described in such mortgage or deed of trust, showing the 6 date, name of applicant, amount of loan desired, descrip-7 tion of the real estate offered, and other information 8 necessary, and unless a written report thereon shall have 9 10 been made by at least two members of the appraisal committee, signed by them, stating that they have exam-11 ined the real estate described in such application and 12 that in their judgment it affords adequate security for 13 such loan. Such report shall show separately the value of 14 15 the land and the value of the improvements and of the building or buildings erected thereon. The application 16 17 and the report shall be filed and preserved with all the other papers relating to the loan. 18

19 Second: Take a mortgage or deed of trust upon im-20 proved real estate if the amount secured by such mort-21 gage or deed of trust, plus any prior liens, exceeds ninety 22 per centum of the appraised value thereof as shown by 23 such report, unless said excess be secured by a pledge of 24 free stock or notes of the association, or unless said

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25 excess is insured or guaranteed by the United States or
26 any instrumentality thereof, or there is a commitment to
27 so insure or guarantee. No loan shall be made on the
28 security of vacant real estate if the amount so secured,
29 plus any prior liens, exceed fifty per centum of the ap30 praised value thereof as shown by such report.

31 Third: Take a mortgage or deed of trust upon real 32 estate unless the title to such real estate is approved by 33 the attorney of the association or some other competent 34 authority on titles.

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The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled. Chairman Sepate Committee

Chairman House Committee

Originated in the House.

Takes effect
Alman Thyses
Clerk of the Senate
Callankenship
Clerk of the House of Delegates
Howand Caron
President of the Senate Mus Wouch ton the Speaker House of Delegates
The within approved this the 15th
day of Jebruary, 1963.
Manon

Governor

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