CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2627

53rd Legislature
1994 Regular Session

Passed by the House March 9, 1994
Yeas 96 Nays 0

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**Speaker of the
House of Representatives**

Passed by the Senate March 9, 1994
Yeas 43 Nays 3

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President of the Senate

Approved

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Governor of the State of Washington

CERTIFICATE

I, Marilyn Showalter, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 2627** as passed by the House of Representatives and the Senate on the dates hereon set forth.

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Chief Clerk

FILED

**Secretary of State
State of Washington**

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SUBSTITUTE HOUSE BILL 2627
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AS RECOMMENDED BY THE CONFERENCE COMMITTEE

Passed Legislature - 1994 Regular Session

State of Washington   **53rd Legislature**   **1994 Regular Session**

By House Committee on Trade, Economic Development & Housing (originally sponsored by Representatives Quall, Ballard, Valle, Foreman, Shin, Sehlin, Campbell, Johanson, Veloria, Peery, Hansen, G. Cole, Lemmon, Brumsickle, Heavey, Finkbeiner, Dunshee, R. Johnson, Karahalios, Springer, Mastin, Jacobsen, Chappell, R. Meyers, Basich, Patterson, Linville, Grant, Fuhrman, Kremen, Dorn, Ogden, Caver, Scott, Moak, Kessler, Conway, Roland, King, Rayburn, Chandler and J. Kohl)

Read first time 02/04/94.

1   AN ACT Relating to housing finance; and adding new sections to
2 chapter 43.180 RCW.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4   <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 43.180 RCW
5 to read as follows:
6   The commission, in cooperation with the department of community,
7 trade, and economic development, and the state investment board, shall
8 develop and implement a housing finance program that:
9   (1) Provides subsidized or unsubsidized mortgage financing for
10 single-family home ownership, including a single condominium unit,
11 located in the state of Washington;
12   (2) Requests the state investment board to make investments, within
13 its policies and investment guidelines, in mortgage-backed securities
14 that are collateralized by loans made within the state of Washington;
15 and
16   (3) Provides flexible loan underwriting guidelines, including but
17 not limited to provisions that will allow reduced downpayment
18 requirements for the purchaser.

1 NEW SECTION. **Sec. 2.** A new section is added to chapter 43.180 RCW
2 to read as follows:
3   The housing finance program developed under section 1 of this act
4 shall:
5   (1) Be limited to borrowers with incomes that do not exceed one
6 hundred fifteen percent of the state or county median family income,
7 whichever is higher, adjusted for family size;
8   (2) Be limited to first-time home buyers as defined in RCW
9 43.185A.010;
10   (3) Be targeted so that priority is given to low-income households
11 as defined in RCW 43.185A.010;
12   (4) To the extent funds are made available, provide either
13 downpayment or closing costs assistance to households eligible for
14 assistance under chapter 43.185A RCW and this chapter; and
15   (5) Provide notification to active participants of the state
16 retirement systems managed by the department of retirement systems
17 under chapter 41.50 RCW.

18 NEW SECTION. **Sec. 3.** A new section is added to chapter 43.180 RCW
19 to read as follows:
20   (1) The commission shall submit to the legislature in its annual
21 report a summary of the progress of the housing finance program
22 developed under section 1 of this act. The report shall include, but
23 not be limited to the number of loans made and location of property
24 financed under sections 1 and 2 of this act.
25   (2) The commission shall take such steps as are necessary to ensure
26 that sections 1 and 2 of this act are implemented on the effective date
27 of this act.

28 NEW SECTION. **Sec. 4.**   If any provision of this act or its
29 application to any person or circumstance is held invalid, the
30 remainder of the act or the application of the provision to other
31 persons or circumstances is not affected.

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