

[DISCUSSION DRAFT]

116TH CONGRESS
1ST SESSION

H. R. _____

To conform the maximum loan limit for reverse mortgages insured by the FHA to be consistent with the area maximum loan limits for FHA-insured mortgages, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mr. CLAY introduced the following bill; which was referred to the Committee on _____

A BILL

To conform the maximum loan limit for reverse mortgages insured by the FHA to be consistent with the area maximum loan limits for FHA-insured mortgages, and for other purposes.

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. SHORT TITLE.**

4 This Act may be cited as the “_____ Act
5 of 2019”.

1 **SEC. 2. MAXIMUM LOAN LIMITS FOR HOME EQUITY CON-**
2 **VERSION MORTGAGES.**

3 (a) IN GENERAL.—Subsection (g) of section 255 (12
4 U.S.C. 1715z–20(g)) is amended—

5 (1) by striking “(g)” and all that follows
6 through “The” and inserting the following:

7 “(g) LIMITATIONS ON INSURANCE AUTHORITY.—

8 “(1) NUMBER OF MORTGAGES.—The”; and

9 (2) by striking the second sentence and insert-
10 ing the following:

11 “(2) MAXIMUM AMOUNT OF INSURANCE BEN-
12 EFIT.—In no case may the benefits of insurance
13 under this section for a mortgage exceed the max-
14 imum dollar amount limitation established under
15 section 203(b)(2) (12 U.S.C. 1709(b)(2)) for a resi-
16 dence of the applicable size for the area in which the
17 residence subject to the mortgage is located, [as
18 such limitations may be increased for properties lo-
19 cated in Alaska, Guam, Hawaii, or the Virgin Is-
20 lands pursuant to section 214 (12 U.S.C. 1715d)].”.

21 (b) APPLICABILITY.—The amendments made by sub-
22 section (a) shall apply with respect to mortgages insured
23 under section 255 of the National Housing Act on or after
24 [——?].