

ment loans insured under title II of the National Housing Act, in unsecured loans insured or guaranteed under the provisions of the Servicemen's Readjustment Act of 1944, as amended, or chapter 37 of title 38 of the United States Code, and in other loans for the alteration, repair, or improvement of existing structures on real property or the construction of new structures thereon, or for home furnishings and equipment: *Provided*, That no such loan, unless so insured or guaranteed, shall be made in excess of \$5,000: *And provided further*, That the amount of loans for home furnishings and equipment outstanding at any time shall not exceed 5 per centum of the assets of such association; and

"(2) in the purchase, development and improvement of real property for primarily residential purposes, and may hold, sell, lease or otherwise exercise the rights of an owner of any such property: *Provided*, That the investments of any such association in such real property outstanding at any time, exclusive of any property acquired under any other authority exercised pursuant to this section, shall not exceed 5 per centum of its assets."

Add at the end of subsection 5(d) the following new paragraph:

"Without regard to any other provision of this subsection, any such association may invest in loans, obligations, and advances of credit (all of which are hereinafter referred to as loans) for the acquisition of mobile dwellings, but no association shall make any investment under this sentence if the principal amount of its investment in such loans, exclusive of any investment which is or which at the time of its making was otherwise authorized, would thereupon exceed 5 per centum of its assets."

* * * * *

SIMPLIFICATION OF TITLES

Add at the end of subsection 5(a) of the Home Owners' Loan Act (12 U.S.C 1464(a)), a new sentence reading:

"Any Federal savings and loan association may at its option omit the words 'and loan' from its prescribed title."

SECTION-BY-SECTION ANALYSIS

Section 1 would add to existing authority the authority to finance as a property improvement loan a new structure on real property and authorize unsecured loans for the purchase of home furnishings and equipment. These loans could not exceed \$5,000 and the amount in loans for home furnishings could not exceed 5 percent of the association's assets.

Section 2 would authorize Federal associations to invest 5 percent of assets in the purchase, development, and improvement of land and exercise the rights of an owner of such property.

Section 3 would authorize an association to invest up to 5 percent of assets in loans on mobile dwellings.

Section — would authorize a "Federal savings and loans association" to adopt at its option the legal title "Federal savings association."

NATIONAL RECREATION & PARK ASSOCIATION,
Washington, D.C., April 5, 1966.

Hon. WILLIAM A. BARRETT,
Chairman, Housing Subcommittee, Room 2129, Rayburn Building,
Washington, D.C.

MY DEAR CONGRESSMAN: Enclosed is testimony by Joseph Prendergast, executive vice president of the National Recreation and Park Association, relating to H.R. 13790 and H.R. 13792.

We would appreciate it very much if his statement could be included in the official record.

Thank you.

Sincerely,

KENNETH J. SMITHEE,
Washington Representative.