

AMENDMENT TO H.R. 1728

OFFERED BY MR. SHERMAN OF CALIFORNIA

Page 4, strike line 25.

Page 5, line 5, strike the period and insert “; and”.

Page 5, after line 5, insert the following new subparagraph:

1 “(D) does not include, with respect to a
2 residential mortgage loan, a person or entity
3 that provides mortgage financing for the sale of
4 5 or fewer properties in any 12 month period,
5 provided that such loan—

6 “(i) is fully amortizing;

7 “(ii) is with respect to a sale for
8 which the seller determines in good faith
9 and documents that the buyer has a rea-
10 sonable ability to repay the loan;

11 “(iii) has a fixed rate or an adjustable
12 rate that is adjustable after 5 or more
13 years, subject to reasonable annual and
14 lifetime limitations on interest rate in-
15 creases; and

1 “(iv) meets any other criteria the
2 Federal banking agencies may prescribe.”.

