

5 family or two family residences in amounts not to exceed as follows:
 6 a. Eighty percent of the appraised value of the real property offered as security
 7 and for a term not longer than twenty-five years, provided that the loan is secured
 8 by an amortized mortgage, deed of trust or other such instrument under the terms
 9 of which the installment payments are sufficient to amortize the entire principal
 10 of the loan within a period of not more than twenty-five years.
 11 b. Ninety a. In an amount not to exceed ninety percent of the appraised value of
 12 the real property offered as security and for a term not longer than thirty years,
 13 provided that the loan is secured by an amortized mortgage, deed of trust or other
 14 such instrument under the terms of which the installment payments are sufficient
 15 to amortize the entire principal of the loan within the period ending on the date
 16 of its maturity and provided further, that at least twenty percent of the loan is
 17 insured by a financially responsible private mortgage insurance company
 18 authorized to do business in this state, a period of not more than thirty years.
 19 e b. In the case of a combined construction and permanent loan made pursuant
 20 to this subsection, the amount of the loan shall not exceed eighty or ninety
 21 percent, as the case may be, of the value of the property upon completion of the
 22 construction.

1 SEC. 2. Section five hundred twenty-four point nine hundred five (524.905),
 2 subsection six (6), paragraph e, Code 1975, is amended by adding the following
 3 new subparagraph:

4 NEW SUBPARAGRAPH. In the case of a loan made for the purpose of the
 5 construction for or purchase by the borrower of a single-family or two-family
 6 residence, on the borrower's general credit and income.

Approved March 5, 1976

CHAPTER 1217

STATE BANK INVESTMENTS AS A FIDUCIARY

S. F. 442

AN ACT relating to permissible investments by a state bank acting in a fiduciary capacity.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. Section five hundred twenty-four point one thousand two
 2 (524.1002), subsection two (2), Code 1975, is amended to read as follows:

3 2. Funds of a fiduciary account may be deposited in the state bank which is
 4 acting as fiduciary, either as demand deposits, savings deposits or, for a period
 5 not exceeding one year, in single maturity time deposits or automatically
 6 renewable time deposits for the same lengths of time as originally issued time
 7 deposits having a single or multiple maturity.

Approved March 11, 1976