

103^D CONGRESS
2^D SESSION

H. R. 4724

To amend title 38, United States Code, relating to veterans housing programs,
and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 12, 1994

Mr. SANGMEISTER introduced the following bill; which was referred to the
Committee on Veterans' Affairs

A BILL

To amend title 38, United States Code, relating to veterans
housing programs, 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. ELIGIBILITY.**

4 (a) RESERVISTS DISCHARGED BECAUSE OF A SERV-
5 ICE-CONNECTED DISABILITY.—Section 3701(b)(5)(A) of
6 title 38, United States Code, is amended—

7 (1) by inserting “(i)” before “who has”; and

8 (2) by striking out the period at the end thereof

9 and inserting in lieu thereof “, or (ii) who was dis-

10 charged or released from the Selected Reserve before

1 completing 6 years of service because of a service-
2 connected disability.”.

3 (b) SURVIVING SPOUSES OF RESERVISTS WHO DIED
4 WHILE IN ACTIVE MILITARY, NAVAL, OR AIR SERVICE.—
5 The second sentence of section 3701(b)(2) of such title
6 is amended—

7 (1) by inserting “or service in the Selected Re-
8 serve” after “duty” each place it appears; and

9 (2) by striking out “spouse shall” and inserting
10 in lieu thereof “deceased spouse shall”.

11 **SEC. 2. PUBLIC AND COMMUNITY WATER AND SEWERAGE**
12 **SYSTEMS.**

13 Section 3704 of title 38, United States Code, is
14 amended—

15 (1) by striking out subsection (e); and

16 (2) by redesignating subsections (f) and (g) as
17 subsections (e) and (f), respectively.

18 **SEC. 3. REFINANCING LOANS.**

19 (a) AUTHORITY TO GUARANTEE HOME REFINANCE
20 LOANS FOR ENERGY EFFICIENCY IMPROVEMENTS.—

21 (1) LOANS.—(A) Section 3710(a) of title 38,
22 United States Code, is amended by adding after
23 paragraph (10) the following:

24 “(11) To refinance in accordance with sub-
25 section (e) of this section an existing loan guaran-

1 teed, insured, or made under this chapter, and to
2 improve the dwelling securing such loan through en-
3 ergy efficiency improvements, as provided in sub-
4 section (d) of this section.”.

5 (B) Section 3710(e)(1) of such title is amended
6 by inserting “or subsection (a)(11)” after “sub-
7 section (a)(8)”.

8 (2) FEE.—Section 3729(a)(2)(E) of such title
9 is amended by inserting “3710(a)(11),” after
10 “3710(a)(9)(B)(i),”.

11 (b) REFINANCING ADJUSTABLE RATE MORTGAGES
12 TO FIXED RATE MORTGAGES.—Section 3710(e)(1)(A) of
13 such title is amended—

14 (1) by inserting “(i)” after “(A);

15 (2) by inserting “or” at the end of clause (i),
16 as designated by paragraph (1) of this subsection;
17 and

18 (3) by adding after such clause (i), the follow-
19 ing:

20 “(ii) the loan bears interest at a fixed rate that
21 is agreed upon by the veteran and the mortgagee,
22 and the loan being refinanced is an adjustable rate
23 loan.”.

1 **SEC. 4. MANUFACTURED HOME LOAN INSPECTIONS.**

2 (a) CERTIFICATION OF CONFORMITY WITH STAND-
3 ARDS.—Section 3712(h) of title 38, United States Code,
4 is amended by amending paragraph (2) to read as follows:

5 “(2) Any manufactured housing unit properly dis-
6 playing a certification of conformity to all applicable Fed-
7 eral manufactured home construction and safety stand-
8 ards pursuant to section 616 of the National Manufac-
9 tured Housing Construction and Safety Standards Act of
10 1974 (42 U.S.C. 5415) shall be deemed to meet the stand-
11 ards required by paragraph (1) of this subsection.”.

12 (b) REPEAL OF INSPECTION REQUIREMENTS.—Sec-
13 tion 3712(j) of such title is amended—

14 (1) by striking out “refuses to permit the in-
15 spections provided for in subsection (h) of this sec-
16 tion; or in the case of manufactured homes which
17 are determined by the Secretary not to conform to
18 the aforesaid standards; or where the manufacturer
19 of manufactured homes”; and

20 (2) by striking “warranty.” and inserting in
21 lieu thereof “warranty; in the case of manufactured
22 homes which are determined by the Secretary not to
23 conform to the standards provided for in subsection
24 (h) of this section; or in the case of a manufacturer
25 who has engaged in procedures or practices deter-

1 mined by the Secretary to be unfair or prejudicial to
2 veterans or the Government.”.

3 (c) ELIMINATION OF REPORTING REQUIREMENT.—

4 Section 3712(l) of such title is amended—

5 (1) by striking out “the results of inspections
6 required by subsection (h) of this section,”; and

7 (2) by striking out “section, and” and inserting
8 in lieu thereof “section and”.

9 **SEC. 5. PROCEDURES ON DEFAULT.**

10 (a) IN GENERAL.—Paragraph (7) of section 3732(c)
11 of title 38, United States Code, is amended—

12 (1) by striking out “that was the minimum
13 amount for which, under applicable State law, the
14 property was permitted to be sold at the liquidation
15 sale” in the matter preceding subparagraph (A);

16 (2) by striking out “the Secretary may accept
17 conveyance of the property to the United States for
18 a price not exceeding” and inserting in lieu thereof
19 “(i) the amount was the minimum amount for
20 which, under applicable State law, the property was
21 permitted to be sold at the liquidation sale, the hold-
22 er shall have the option to convey the property to
23 the United States in return for payment by the Sec-
24 retary of an amount equal to”;

1 (3) by striking out “and” at the end of clause
2 (i), as so designated by paragraph (2), and inserting
3 in lieu thereof “or”;

4 (4) by adding after such clause (i) the follow-
5 ing:

6 “(ii) there was no minimum amount for which
7 the property had to be sold at the liquidation sale
8 under applicable State law, the holder shall have the
9 option to convey the property to the United States
10 in return for payment by the Secretary of an
11 amount equal to the lesser of such net value or total
12 indebtedness; and”;

13 (5) in subparagraph (B), by striking out “para-
14 graph (6)(B)” and inserting in lieu thereof “para-
15 graph (6)”.

16 (b) CONFORMING AMENDMENT.—Paragraph (6) of
17 such section is amended—

18 (1) by striking out “either”; and

19 (2) by striking out “sale or acquires” and all
20 that follows through “(B) the” and inserting in lieu
21 thereof “sale, the”.

22 **SEC. 6. MINIMUM ACTIVE-DUTY SERVICE REQUIREMENT.**

23 Section 5303A(b)(3) of title 38, United States Code,
24 is amended—

1 (1) by striking out “or” at the end of subpara-
2 graph (E);

3 (2) by striking out the period at the end of sub-
4 paragraph (F) and inserting in lieu thereof “; or”;
5 and

6 (3) by inserting after subparagraph (F) the fol-
7 lowing:

8 “(G) to benefits under chapter 37 of this
9 title by reason of discharge or release from ac-
10 tive duty as a result of a reduction in force, as
11 determined by the Secretary of the military de-
12 partment concerned in accordance with regula-
13 tions prescribed by the Secretary of Defense or
14 by the Secretary of Transportation with respect
15 to the Coast Guard when it is not operating as
16 a service in the Navy.”.

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