



SENATOR JOHN PIPPY
2007-2008 LEGISLATIVE SESSION
PRIME SPONSORED BILL SUMMARY

SENATE BILL 1402

Senate Bill 1402, amending the Housing Finance Law, appropriates \$10 million to the PA Housing Finance Agency in order to establish a loss reserve account that will assist the Agency with any losses realized by the Homeowners' Equity Recovery Opportunity Loan Program (HERO) and the Refinance to an Affordable Loan Program (REAL). The appropriation would provide PHFA with the money necessary to leverage a lendable proceeds fund of \$50-\$75 million. In return, PHFA will be able to offer refinancing opportunities to approximately 1,500 homeowners.