

conspicuous written statement, in print not smaller than 10 point type, specifying that if private mortgage insurance is required to be purchased as a condition for making the loan, the borrower may be eligible to request that under appropriate circumstances the private mortgage insurance be canceled. The statement shall be signed by the borrower and a copy shall be furnished to the borrower.]

~~(2) PARAGRAPH (1) OF THIS SUBSECTION DOES NOT APPLY TO ANY LOAN SUBJECT TO THE DISCLOSURE PROVISIONS OF THE FEDERAL HOMEOWNERS PROTECTION ACT OF 1998, IF THE LENDER COMPLIES AT LOAN CONSUMMATION WITH THE DISCLOSURE REQUIREMENTS OF THE ACT.~~

Article - Financial Institutions

~~§5-508.~~

If a banking institution holds a first mortgage on residential property and a private mortgage insurance corporation partially insures the mortgage, the banking institution shall eliminate all charges to the mortgagor for mortgage insurance premiums when the mortgage is reduced to the level at which the ~~[insurance corporation has no outstanding liability.]~~ FEDERAL HOMEOWNERS PROTECTION ACT OF 1998 REQUIRES TERMINATION OF THE PRIVATE MORTGAGE INSURANCE INSURING THE MORTGAGE. ~~FEDERAL HOMEOWNERS PROTECTION ACT OF 1998 REQUIRES TERMINATION OF THE PRIVATE MORTGAGE INSURANCE INSURING THE MORTGAGE.~~

~~§9-903.~~

If a savings and loan association holds a first mortgage on residential property, and the mortgage is partially insured by a private mortgage insurance company, the association shall eliminate all charges to the mortgagor for mortgage insurance premiums when the mortgage is reduced to the level at which the ~~[insurance company is no longer liable.]~~ FEDERAL HOMEOWNERS PROTECTION ACT OF 1998 REQUIRES TERMINATION OF THE PRIVATE MORTGAGE INSURANCE INSURING THE MORTGAGE. ~~FEDERAL HOMEOWNERS PROTECTION ACT OF 1998 REQUIRES TERMINATION OF THE PRIVATE MORTGAGE INSURANCE INSURING THE MORTGAGE.~~

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 29, 1999.

May 27, 1999

The Honorable Thomas V. Mike Miller, Jr.
President of the Senate
State House
Annapolis MD 21401

Dear Mr. President:

In accordance with Article II, Section 17 of the Maryland Constitution, I have today vetoed Senate Bill 229.

This bill creates an income tax subtraction modification for income related to