



House of Representatives

General Assembly

File No. 125

January Session, 2003

Substitute House Bill No. 5080

House of Representatives, April 1, 2003

The Committee on Banks reported through REP. DOYLE of the 28th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

AN ACT CONCERNING DISCLOSURES BY MORTGAGE SERVICING COMPANIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective October 1, 2003*) As used in this section
2 and section 2 of this act:

3 (1) "First mortgage loan" has the same meaning as "first mortgage
4 loan", as defined in section 36a-705 of the general statutes.

5 (2) "Mortgage lender" has the same meaning as "mortgage lender",
6 as defined in section 36a-705 of the general statutes.

7 (3) "Mortgage servicing company" has the same meaning as
8 "mortgage servicing company", as defined in section 36a-715 of the
9 general statutes.

10 Sec. 2. (NEW) (*Effective October 1, 2003*) At least twenty-four hours
11 before the closing of a first mortgage loan, the mortgage lender shall

12 notify the mortgagor of the name and mailing address of the mortgage
13 servicing company, if any, that will receive payments of interest and
14 principal in connection with the mortgage.

This act shall take effect as follows:	
Section 1	<i>October 1, 2003</i>
Sec. 2	<i>October 1, 2003</i>

BA *Joint Favorable Subst.*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Type	FY 04 \$	FY 05 \$
Banking Dept.	BF - None	None	None

Note: BF=Banking Fund

Municipal Impact: None

Explanation

The bill establishes certain notice requirements for mortgage lenders and does not result in a fiscal impact to the state.

OLR Bill Analysis

sHB 5080

**AN ACT CONCERNING DISCLOSURES BY MORTGAGE
SERVICING COMPANIES**

SUMMARY:

This bill requires mortgage lenders, at least 24 hours before the closing of a first mortgage loan, to notify the mortgagor of the name and mailing address of the mortgage servicing company, if any, that will receive the mortgage interest and principal payments.

EFFECTIVE DATE: October 1, 2003

COMMITTEE ACTION

Banks Committee

Joint Favorable Substitute

Yea 19 Nay 0