AN ACT PROHIBITING THE LENDER OF A HOME EQUITY LOAN FROM SEEKING A DEFICIENCY JUDGMENT AGAINST CERTAIN BORROWERS.

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

That chapter 846 of general statutes be amended to prohibit the lender of a home equity loan from seeking a deficiency judgment against the borrower of such loan where the foundation of the property securing the loan is crumbling due to the presence of pyrrhotite.

Statement of Purpose:
To protect homeowners with crumbling foundations from a deficiency judgment on a home equity loan.