2022 Regular Session

HOUSE BILL NO. 1079          (Substitute for House Bill No. 950 by Representative Boyd)

BY REPRESENTATIVE BOYD

FINANCIAL INSTITUTIONS: Provides relative to mortgage companies

AN ACT

To enact R.S. 6:1085.1, relative to residential mortgage lenders; to provide for authority of
the commissioner of the office of financial institutions; to provide for failure of a
originator or broker to adhere to reasonable standards; to provide for continuing
education in certain circumstances; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 6:1085.1 is hereby enacted to read as follows:

§1085.1. Authority of the commissioner to impose continuing education

In addition to any other authority conferred upon the commissioner by this
Chapter, the commissioner may impose a requirement of additional continuing
education classes, not to exceed eight hours, on any residential mortgage originator
or broker based on a finding by the commissioner that such originator or broker
failed to adhere to reasonable standards of professional conduct while engaging in
residential mortgage lending activity that negatively impacted a consumer.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part
of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute
part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 1079 Original

Abstract: Authorizes the commissioner of the office of financial institutions to impose
continuing education classes in certain circumstances.

CODING: Words in struck through type are deletions from existing law; words underscored
are additions.
Proposed law authorizes the commissioner of the office of financial institutions to require a mortgage originator or broker of residential mortgages to take up to eight hours of continuing education classes if the commissioner finds that a consumer was negatively impacted by an originator or broker's failure to adhere to reasonable standards of professional conduct in the scope of his employment.

(Adds R.S. 6:1085.1)