
HOUSE COMMITTEE AMENDMENTS

Amendments proposed by House Committee on Insurance to Engrossed Senate Bill No. 16
by Senator Schedler

1 AMENDMENT NO. 1

2 On page 1, line 11, at the beginning of the line change “Every” to “If”

3 AMENDMENT NO. 2

4 On page 1, line 12, change “security interest in” to “mortgage on”

5 AMENDMENT NO. 3

6 On page 1, line 13, change “shall be” to “is”

7 AMENDMENT NO. 4

8 On page 1, line 13, after “insurer” and before “made” change “and” to a comma “,”

9 AMENDMENT NO. 5

10 On page 1, line 14, change “security interest” to “mortgage”

11 AMENDMENT NO. 6

12 On page 1, line 15, change “and the” to “then”

13 AMENDMENT NO. 7

14 On page 1, line 15, between “proceeds” and “shall” insert the following:

15 “, as defined in Paragraph (3) of this Subsection.”

16 AMENDMENT NO. 8

17 On page 2, delete line 1 in its entirety and insert in lieu thereof the following:

18 “mortgage listed in the policy or the mortgagee’s loan servicing agent shall deposit
19 the settlement proceeds in an interest-bearing”

20 AMENDMENT NO. 9

21 On page 2, line 4, change “security interest in” to “mortgage on”

22 AMENDMENT NO. 10

23 On page 2, between lines 6 and 7, insert the following:

24 “(3) As used in this Subsection, “settlement proceeds” means funds paid on
25 an insurance claim for damage to residential immovable property where the funds
26 are in the amount of twenty-five thousand dollars or more, and are held in an
27 interest-bearing account for sixty days or more. Interest-bearing accounts required
28 under the provisions of this Subsection may include separate individual accounts or
29 custodial accounts. For purposes of this Subsection, compliance with Fannie Mae or
30 Freddie Mac servicing guidelines for disposition of proceeds and maintaining funds
31 in interest-bearing accounts constitutes compliance.”