SENATE FLOOR AMENDMENTS
2022 Regular Session
Amendments proposed by Senator Fred Mills to Engrossed Senate Bill No. 446 by Senator Fred Mills

1 AMENDMENT NO. 1

2 On page 3, between lines 4 and 5, insert the following:

3 "**D.(1) If a mortgagee or mortgage servicer holds all or part of**
4 **the insurance settlement proceeds pending completion of all or part of**
5 **the repairs to the damaged property, the mortgagee or mortgage**
6 **servicer shall notify the borrower-payee of each requirement with which**
7 **the borrower-payee shall comply for the mortgagee or mortgage servicer**
8 **to release the insurance settlement proceeds. The notice required by this**
9 **Paragraph shall be provided not later than the twentieth day after the**
10 **date the mortgagee or mortgage servicer receives payment of the**
11 **insurance settlement proceeds.**

12 **(2) Not later than the twentieth day after the date a mortgagee or**
13 **mortgage servicer receives from the borrower-payee a request for**
14 **release of all or part of the insurance settlement proceeds held by the**
15 **mortgagee or mortgage servicer, the mortgagee or mortgage servicer**
16 **shall do either of the following:**

17 **(a) If the mortgagee or mortgage servicer has received sufficient**
18 **evidence of the borrower-payee's compliance with the requirements**
19 **specified by the mortgagee or mortgage servicer pursuant to Paragraph**
20 **(1) of this Subsection for release of the insurance settlement proceeds,**
21 **release to the borrower-payee, as requested, all or part of the proceeds.**

22 **(b)   Provide notice to the borrower-payee that explains**
23 **specifically both of the following:**

24 **(i) The reason for the mortgagee or mortgage servicer's refusal**
25 **to release the insurance settlement proceeds to the borrower-payee.**

26 **(ii) Each requirement with which the borrower-payee shall**
27 **comply for the mortgagee or mortgage servicer to release the insurance**
28 **settlement proceeds.**"

29 AMENDMENT NO. 2

30 On page 3, at the beginning of line 5, change "**D.(1)**" to "**E.(1)**"

31 AMENDMENT NO. 3

32 On page 3, at the beginning of line 25, change "**E.**" to "**F.**"