

House Bill 592

In The House

January 31, 1981	Introduced and referred to Committee on Business and Industry.
April 23, 1981	Died in Committee.

1 DOY HOUSE BILL NO. 592
2 INTRODUCED BY League Legislative Historia
3 Clarendon Skolden Wesler Broad Richard Opening
4 Yeddy Baldwin Reese VINCENT
5 Joe Brown Elaine Harrington Parikh McBride
6 INSTITUTIONS TO PAY INTEREST ON AMOUNTS HELD IN RESERVE FOR
7 INSURANCE AND TAXES. • Kemmis Menahan Hagan Reed
8 • City Missouri Conway McCloskey Augie Bennett
9 Garnett Short Roberts

9 Section 1. Payment of interest -- reserve and escrow
10 accounts. (1) Whenever a purchaser is required as part of a
11 mortgage, trust indenture, or contract for deed to prepay as
12 part of his monthly payments an amount for taxes or
13 insurance, which amount is kept in a reserve or escrow
14 account, the financial institution charging such amounts
15 shall pay to the purchaser interest, at the current rate
16 payable on savings accounts, on the funds held in reserve or
17 escrow.

18 (?) The financial institution may either pay the
19 interest to the purchaser or credit the amount to his escrow
20 or reserve account.

-End-

INTRODUCED BILL

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