

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 HOUSE BILL NO. 592

2 INTRODUCED BY *Teague* *Wagner* *Pistoris*

3 *Keeley* *Balanow* *VINCENT* *Brand* *Richard* *Spinning*

4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING FINANCIAL  
5 INSTITUTIONS TO PAY INTEREST ON AMOUNTS HELD IN RESERVE FOR

6 INSURANCE AND TAXES." *Kemmis* *Munahan* *Hayes* *Roush*

7 *Nail* *Wasson* *Konner* *Metcalfe* *Wing* *Bennett*

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: *Kalish*

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 (2) 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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