

HOUSE BILL No. 5202

October 18, 1989, Introduced by Reps. Hoekman, Gire, DeMars, DeBeaussaert, Jondahl, Honigman, Barns, Harrison, Joe Young, Sr., Joe Young, Jr., Stallworth, Scott, Johnson, Bennane, Pitoniak, Gubow and Clack and referred to the Committee on Corporations and Finance.

A bill to amend Act No. 307 of the Public Acts of 1980, entitled
"Savings and loan act of 1980,"
as amended, being sections 491.102 to 491.1202 of the Michigan Compiled Laws, by adding section 719.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 307 of the Public Acts of 1980, as
2 amended, being sections 491.102 to 491.1202 of the Michigan
3 Compiled Laws, is amended by adding section 719 to read as
4 follows:

5 SEC. 719. A SAVINGS AND LOAN ASSOCIATION WHICH REQUIRES AN
6 ESCROW ACCOUNT FOR A LOAN MADE BY THE ASSOCIATION SHALL DO BOTH
7 OF THE FOLLOWING:

1 (A) PROVIDE INTEREST ON THE BALANCE OF THE ESCROW ACCOUNT AT
2 THE SAME RATE AND IN THE SAME MANNER AS PROVIDED FOR ON THE
3 ASSOCIATION'S SAVINGS DEPOSIT ACCOUNTS.

4 (B) PROVIDE WRITTEN VERIFICATION OF NEED TO THE DEBTOR PRIOR
5 TO INCREASING THE AMOUNT THE ASSOCIATION WILL REQUIRE TO BE
6 DEPOSITED BY THE DEBTOR IN THE ESCROW ACCOUNT.