

## PRIVATE MORTGAGE INSURANCE

**House Bills 5379 and 5380**  
**(Substitutes H-1)**

**Sponsor: Rep. William Callahan**

**House Bill 5381 (Substitute H-1)**  
**Sponsor: Rep. Rose Bogardus**

**House Bill 5382 (Substitute H-1)**  
**Sponsor: Rep. Bob Brown**

**House Bill 5383 (Substitute H-1)**  
**Sponsor: Rep. Gloria Schermesser**

**Committee: Commerce**  
**Complete to 2-11-98**

### **A SUMMARY OF HOUSE BILLS 5379-5383 (SUBSTITUTES H-1)**

The bills would amend various acts to require a financial institution to notify a mortgagor when his or her loan balance dropped below the institution's equity requirement, and to discontinue the private mortgage insurance the institution had required as a condition of the loan. The bills would define "private mortgage insurance" to mean insurance obtained to protect the mortgagee against borrower default. House Bill 5379 would amend the Savings Bank Act (MCL 487.511a). House Bill 5380 would amend the Mortgage Brokers, Lenders, and Servicers Licensing Act (MCL 445.1623a). House Bill 5381 would amend the Credit Union Act (MCL 490.10a). House Bill 5382 would amend the Savings and Loan Act (MCL 491.702b). House Bill 5383 would amend the Banking Code (MCL 487.151k).

Analyst: J. Hunault