

No. 1986-53

AN ACT

HB 637

Requiring banks and other lending institutions to notify the mortgagor when the mortgage has been paid.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Notice requirement.

A bank, savings bank, savings and loan association or other lending institution holding a residential mortgage shall send written notification by first class mail to the mortgagor when the mortgage has been fully paid. Any moneys remaining in any escrow account established for the payment of taxes or insurance premiums shall be returned within 30 days to the mortgagor.

Section 2. Effective date.

This act shall take effect in 60 days.

APPROVED—The 9th day of May, A. D. 1986.

DICK THORNBURGH