



General Assembly

January Session, 2021

Proposed Bill No. 5478

LCO No. 887



Referred to Committee on BANKING

Introduced by:
REP. VARGAS, 6th Dist.

**AN ACT PROHIBITING FORECLOSURES FOR CERTAIN MORTGAGE
LOAN DEFAULTS.**

Be it enacted by the Senate and House of Representatives in General
Assembly convened:

- 1 That title 36a of the general statutes be amended to (1) prohibit a
- 2 mortgagee from placing a lien against or foreclosing upon a property
- 3 for any mortgage loan default caused by a missed installment payment
- 4 between the period of March 1, 2020, and September 30, 2021, and (2)
- 5 require the mortgagee to add the amount of any such missed installment
- 6 payment to the mortgage loan balance and extend the term of the loan
- 7 by an amount of time equal to the time period of the missed installment
- 8 payment.

Statement of Purpose:

To (1) prevent a mortgagee from placing a lien against or foreclosing
upon property for any mortgage loan default caused by a missed
installment payment between March 1, 2020, and September 30, 2021,
and (2) require the mortgagee to add any such missed installment
payment to the mortgage loan balance and extend the term of the loan.