# Senate Bill 663

Sponsored by COMMITTEE ON GENERAL GOVERNMENT, CONSUMER AND SMALL BUSINESS PROTECTION

### SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.**

Prohibits, for period of five years after closing date for mortgage loan or mortgage banking loan, mortgage banker's, mortgage broker's or mortgage loan originator's sale, assignment, conveyance or transfer of loan or right or obligation to service loan.

Declares emergency, effective on passage.

1 **A BILL FOR AN ACT**

2 Relating to transfers of mortgage loans; and declaring an emergency.

3 **Be It Enacted by the People of the State of Oregon:**

4     <u>SECTION 1.</u> **Section 2 of this 2011 Act is added to and made a part of ORS 86A.095 to**

5 **86A.198.**

6     <u>SECTION 2.</u> **A mortgage banker, mortgage broker or mortgage loan originator that**

7 **makes a mortgage loan or mortgage banking loan in this state may not, for a period of five**

8 **years after the closing date for the loan, sell, assign, convey or otherwise transfer the loan**

9 **or the right or obligation to service the loan or to collect or receive payments, interest, fees**

10 **or other moneys in accordance with the terms of the note, bond or other instrument that**

11 **is evidence of the debt.**

12     <u>SECTION 3.</u> **Section 2 of this 2011 Act applies to a mortgage loan or mortgage banking**

13 **loan that a mortgage banker, mortgage broker or mortgage loan originator makes on or af-**

14 **ter the effective date of this 2011 Act.**

15     <u>SECTION 4.</u> **This 2011 Act being necessary for the immediate preservation of the public**

16 **peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect**

17 **on its passage.**

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