

2697

Sponsor(s): Representatives Benson and McDonald

Brief Description: Paying interest on mortgage escrow accounts.

HB 2697 - DIGEST

Provides that, beginning January 1, 2001, every lender who collects funds under a residential real estate loan agreement for deposit in a mortgage escrow account shall pay interest to the borrower at a rate not less than the discount rate. Interest shall be computed on the average monthly balance in the escrow account and shall be paid by crediting the escrow account the amount due at least quarterly.