



HOUSE BILL No. 4888

September 28, 1999, Introduced by Reps. Vear, DeHart, Gielegem and Daniels and referred to the Committee on Insurance and Financial Services.

A bill to amend 1996 PA 354, entitled
"Savings bank act,"
(MCL 487.3101 to 487.3804) by adding section 430a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 430A. IF A SAVINGS BANK REQUIRES AS A CONDITION OF
2 PROVIDING A LOAN THAT THE BORROWER ESTABLISH AND DEPOSIT FUNDS
3 INTO AN ESCROW ACCOUNT MAINTAINED BY THE SAVINGS BANK, THE SAV-
4 INGS BANK SHALL PAY THE SAME RATE OF INTEREST ON THE DEPOSITED
5 FUNDS AS THE SAVINGS BANK PAYS ON ITS BASIC SAVINGS DEPOSIT
6 ACCOUNTS.