



## 97TH GENERAL ASSEMBLY

### State of Illinois

2011 and 2012

HB5437

Introduced 2/15/2012, by Rep. Pam Roth

#### SYNOPSIS AS INTRODUCED:

215 ILCS 155/24.6 new

Amends the Title Insurance Act. Provides that a corporation authorized to do business under the Act shall notify, in writing, the mortgagor and the third-party involved in a mortgage assumption transaction that when the mortgage is being assumed by the third-party and the third-party fails to pay the mortgage, the mortgagor may be responsible for the mortgage. Effective January 1, 2013.

LRB097 15152 RPM 60252 b

1 AN ACT concerning insurance.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Title Insurance Act is amended by adding  
5 Section 24.6 as follows:

6 (215 ILCS 155/24.6 new)

7 Sec. 24.6. Third-party mortgage assumption transaction. A  
8 corporation authorized to do business under this Act shall  
9 notify, in writing, the mortgagor and the third-party involved  
10 in a mortgage assumption transaction that when the mortgage is  
11 being assumed by the third-party and the third-party fails to  
12 pay the mortgage, the mortgagor may be responsible for the  
13 mortgage.

14 Section 99. Effective date. This Act takes effect January  
15 1, 2013.