



General Assembly

January Session, 2019

Proposed Bill No. 5164

LCO No. 842



Referred to Committee on BANKING

Introduced by:
REP. DELNICKI, 14th Dist.

**AN ACT PROHIBITING THE LENDER OF A HOME EQUITY LOAN
FROM SEEKING A DEFICIENCY JUDGMENT AGAINST CERTAIN
BORROWERS.**

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

- 1 That chapter 846 of general statutes be amended to prohibit the
- 2 lender of a home equity loan from seeking a deficiency judgment
- 3 against the borrower of such loan where the foundation of the
- 4 property securing the loan is crumbling due to the presence of
- 5 pyrrhotite.

Statement of Purpose:

To protect homeowners with crumbling foundations from a deficiency judgment on a home equity loan.