

46:10B-1 ET SEQ.

LEGISLATIVE HISTORY CHECKLIST

NJSA 46:10B-1 et seq.

Laws of 1973 Chapter 297

Bill No. A2579

Sponsor(s) Horn

Date Introduced Sept. 10, 1973

Committee: Assembly Banking

Senate -

Amended during passage Yes No

Date of passage: Assembly Nov. 26, 1973

Senate Nov. 29, 1973

Date of approval Dec. 6, 1973

Following statements are attached if available:

Sponsor statement Yes No

Committee Statement: Assembly Yes No

Senate Yes No

Fiscal Note Yes No

Veto message Yes No

Message on signing Yes No

Following were printed:

Reports Yes No

Hearings Yes No

Do Not Remove From Library  
DEPOSITORY COPY

10/4/76

ASSEMBLY, No. 2579

STATE OF NEW JERSEY

INTRODUCED SEPTEMBER 10, 1973

By Assemblymen M. M. HORN, P. G. STEWART and RIZZOLO

Referred to Committee on Banking

AN ACT concerning prepayment penalties on mortgage loans and amending section 2 of P. L. 1968, c. 54 (C. 46:10B-2).

1 BE IT ENACTED *by the Senate and General Assembly of the State*  
2 *of New Jersey:*

1 1. Section 2 of P. L. 1968, c. 54 (C. 46:10B-2) is amended to  
2 read as follows:

3 2. Prepayment of a mortgage loan may be made by or on behalf  
4 of a mortgagor at any time, and the holder of the mortgage loan  
5 shall be entitled to charge and collect a fee for the exercise of the  
6 right of such prepayment according to the following schedule:

7 (a) If prepayment is made within the first year from the date  
8 of such mortgage loan, the prepayment fee shall not exceed 3%  
9 of the face amount of the mortgage loan;

10 (b) If prepayment is made on or after 1 year from the date  
11 of the mortgage plan, but within **[3]** 2 years from such date, the  
12 prepayment fee shall not exceed 2% of the face amount of the  
13 mortgage loan;

14 (c) If prepayment is made on or after **[3]** 2 years from the  
15 date of the mortgage loan, but within **[5]** 3 years from such date,  
16 the prepayment fee shall not exceed 1% of the face amount of the  
17 mortgage loan;

18 (d) If prepayment is made on or after **[5]** 3 years from the  
19 date of the mortgage loan, no fee shall be charged or collected  
20 therefor.

1 2. This act shall take effect immediately.

EXPLANATION—Matter enclosed in bold-faced brackets **[thus]** in the above bill is not enacted and is intended to be omitted in the law.