

SECOND REGULAR SESSION

HOUSE BILL NO. 1985

94TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVES OXFORD (Sponsor),
DARROUGH AND LOW (39) (Co-sponsors).

Read 1st time February 5, 2008 and copies ordered printed.

D. ADAM CRUMBLISS, Chief Clerk

3568L.01I

AN ACT

To repeal section 408.241, RSMo, and to enact in lieu thereof one new section relating to prepayment loan penalties.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 408.241, RSMo, is repealed and one new section enacted in lieu
2 thereof, to be known as section 408.800, to read as follows:

**408.800. Notwithstanding any law to the contrary, no lender shall impose a fine, fee,
2 or penalty for the prepayment on any loan issued in this state. As used in this section,
3 "lender" includes any bank, savings and loan association, credit union, corporation,
4 partnership, or any other person or entity who makes loans.**

[408.241. Notwithstanding the provisions of sections 408.233 and
2 408.234, a prepayment fee may be charged on second mortgage loans, as defined
3 in section 408.231, under the same provisions as is allowed under section
4 408.036.]

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