

HOUSE BILL NO. HB0100

Mortgage insurance.

Sponsored by: Representative(s) Illoway and Lubnau and  
Senator(s) Anderson, J., Barrasso and Ross

A BILL

for

1 AN ACT relating to property insurance; prohibiting lenders  
2 from requiring property insurance exceeding the value of  
3 improvements on real property; providing penalties; and  
4 providing for an effective date.

5

6 *Be It Enacted by the Legislature of the State of Wyoming:*

7

8 **Section 1.** W.S. 1-23-108 is created to read:

9

10 **1-23-108. Requirements on property insurance coverage**  
11 **for loans secured by real property.**

12

13 (a) No lender shall require a borrower under a loan  
14 secured by real property to provide property insurance  
15 coverage on that property in an amount exceeding the  
16 replacement value of the improvements on the property.

1

2           (b) Any person harmed by a violation of this section  
3 shall be entitled to obtain injunctive relief and may  
4 recover reasonable attorney fees and costs.

5

6           (c) A violation of this section does not affect the  
7 validity of the loan or the mortgage or deed of trust.

8

9           **Section 2.** This act is effective July 1, 2007.

10

11

(END)