

# MAINE STATE LEGISLATURE

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1 (New Draft of S.P. 225, L.D. 588)  
2 FIRST REGULAR SESSION  
3

4 ONE HUNDRED AND TWELFTH LEGISLATURE  
5

6 Legislative Document

No. 1301

8 S.P. 482

In Senate, April 11, 1985

9 Reported by Senator Bustin of Kennebec from the Committee on  
10 Business and Commerce and printed under Joint Rule 2. Original bill  
11 sponsored by Senator Bustin of Kennebec.

12 JOY J. O'BRIEN, Secretary of the Senate

13 STATE OF MAINE  
14

15 IN THE YEAR OF OUR LORD  
16 NINETEEN HUNDRED AND EIGHTY-FIVE  
17

18 AN ACT to Amend the Maine Consumer Credit  
19 Code.  
20

21 Be it enacted by the People of the State of Maine as  
22 follows:

23 Sec. 1. 9-A MRSA §2-307, sub-§2, as amended by  
24 PL 1981, c. 470, Pt. A, §18, is further amended to  
25 read:

26 2. With respect to a supervised loan in which  
27 the amount financed is \$1,000 or less, a lender may  
28 not take a security interest in the principal resi-  
29 dence of the consumer. This subsection does not apply  
30 when the lender holds a first mortgage on the resi-  
31 dence at the time the loan is made or when the loan  
32 is made pursuant to an open-end credit plan involving  
33 a commitment to advance amounts in excess of \$1,000.  
34 Notwithstanding Title 14, no judgment of foreclosure  
35 of a mortgage upon the principal residence of a con-  
36 sumer may be entered on account of the consumer's



1           The Maine Revised Statutes, Title 9-A, section  
2           2-307, subsection 3, causes the minimum dollar size  
3           of 2nd mortgage loans and lines of credit to increase  
4           with inflation.

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