

CHAPTER 140

AN ACT allowing banks and certain other lenders to act as title insurance producers, amending P.L.1991, c.18 and repealing section 27.1 of P.L.1948, c.67.

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

1. Section 1 of P.L.1991, c.18 (C. 17:46B-30.1) is amended to read as follows:

C.17:46B-30.1 Licensure, permission to act as insurance producer for title insurance company.

1. Except for a State or federally chartered bank, savings bank, savings and loan association or its subsidiary or any officer or employee of any of the foregoing, no other lending institution, mortgage service, mortgage brokerage or mortgage guaranty company or service company or any person licensed pursuant to P.L.1996, c.157 (C.17:11C-1 et seq.) shall be licensed as or permitted to act as an insurance producer for a title insurance company. No bank, trust company, bank and trust company, or other lending institution, mortgage service, mortgage brokerage or mortgage guaranty company, or any service company of or for any lending institution shall make the selection of a particular title insurance company or insurance producer a condition precedent to the granting of any mortgage loan.

Repealer.

2. Section 27.1 of P.L.1948, c.67 (C.17:9A-27.1) is repealed.

3. This act shall take effect immediately.

Approved November 1, 2000.