

AMENDMENT TO THE DISCUSSION DRAFT
OFFERED BY MR. STIVERS OF OHIO
[Private Mortgage Market Investment Act]

Page 25, strike line 22 and all that follows through page 26, line 5, and insert the following:

1 (a) LIMITATION.—With respect to the servicer of a
2 securitized senior residential mortgage loan, or any affil-
3 iate of such servicer, that owns, or holds any interest in,
4 any other residential mortgage loan that is secured by a
5 junior mortgage, deed of trust, or other equivalent consen-
6 sual security interest on the same dwelling or residential
7 real property that is subject to the mortgage, deed of
8 trust, or other security interest that secures the senior res-
9 idential mortgage loan serviced by the servicer, if the pay-
10 ments on the securitized senior residential mortgage loan
11 become 120 days delinquent, the servicer shall either—
12 (1) immediately workout, modify, or institute
13 foreclose action on such senior residential mortgage;
14 or
15 (2) transfer such senior residential mortgage to
16 a specialty servicer or sub-servicer who is not an af-
17 filiate of the servicer.

