AMENDMENT TO H.R. 3121, AS REPORTED

OFFERED BY MR. REYES OF TEXAS

At the end of the bill, add the following new section:

1 **SEC. 30. 2-YEAR SUSPENSION OF MANDATORY PURCHASE**
2 **REQUIREMENT FOR FORECLOSURE-THREAT-**
3 **ENED PROPERTIES.**

4 Subsection (c) of section 102 of the Flood Disaster
5 Protection Act of 1973 (42 U.S.C. 4012a(c)) is amended
6 by adding at the end the following new paragraph:

7 "(3) 2-YEAR SUSPENSION FOR FORECLOSURE-
8 THREATENED PROPERTIES.—

9 "(A) IN GENERAL.—Notwithstanding any
10 other provision of this section, subsections (a)
11 and (b) shall not apply, during the period speci-
12 fied in subparagraph (B), with respect to any
13 principal residence for which the owner dem-
14 onstrates, to the satisfaction of the Director,
15 that—

16 "(i) purchasing flood insurance in
17 compliance with such subsections would,
18 under the circumstances of the owner,
19 cause the property to become at risk of
20 being foreclosed upon; and

1 "(ii) suspension of such requirements
2 under this paragraph for such period will
3 provide the owner an opportunity to con-
4 sult with the lender, holder, or servicer of
5 the loan for the property regarding strate-
6 gies for maintaining ownership of the home
7 and, upon the expiration of such period,
8 purchasing flood insurance in compliance
9 with such subsections.
10 "(B) 2-YEAR PERIOD.—With respect to a
11 property, the period specified in this subpara-
12 graph is the 24-month period beginning upon a
13 determination by the Director that the property
14 meets the requirements under subparagraph
15 (A).".