



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2025 Biennium

<b>Bill information:</b>	
HB0030 - Generally revise mortgage laws (Buckley, Alice )	
<b>Status:</b>	
As Amended in House Committee	

- |   |  |  |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact     | <input type="checkbox"/> Needs to be included in HB 2  | <input type="checkbox"/> Technical Concerns              |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

### FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	(\$40,650)	(\$40,650)	(\$40,650)	(\$40,650)
<b>Net Impact-General Fund Balance:</b>	\$0	\$0	\$0	\$0

**Description of fiscal impact:** HB 30 eliminates the requirement for mortgage brokers and lenders to obtain branch licenses for their licensed mortgage loan originators if they are primarily working from their homes. The bill also eliminates the fee paid by mortgage companies for examinations conducted by the Department of Administration's Division of Banking and Financial Institutions. HB 30 is expected to have a minimal fiscal impact to the state special revenue fund.

### FISCAL ANALYSIS

**Assumptions:**

**Department of Administration**

1. The Department of Administration's Division of Banking and Financial Institutions currently licenses 1,395 mortgage broker and lender branches. It is estimated that remote work by mortgage loan originators will result in the elimination of 100 branches. The mortgage broker or lender branch renewal license fee is \$62.50. The division anticipates this will result in a reduction in renewal fee revenue of \$6,250 per year (100 branch licenses x \$62.50 renewal fee).
2. The bill eliminates the fee paid by mortgage companies for examinations. The division proposes to eliminate this fee because the cost of the program is adequately covered by licensing fees paid by mortgage companies,

branches, and mortgage loan originators. During the previous biennium, the average revenue generated annually through by mortgage examinations was \$34,400. Therefore, the division estimates this will result in a reduction in revenue of \$34,400 per year.

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b><u>Fiscal Impact:</u></b>				
FTE	0.00	0.00	0.00	0.00
<b><u>Expenditures:</u></b>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	\$0	\$0	\$0	\$0
<b>TOTAL Expenditures</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
<b>TOTAL Funding of Exp.</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$40,650)	(\$40,650)	(\$40,650)	(\$40,650)
<b>TOTAL Revenues</b>	<b>(\$40,650)</b>	<b>(\$40,650)</b>	<b>(\$40,650)</b>	<b>(\$40,650)</b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$40,650)	(\$40,650)	(\$40,650)	(\$40,650)

**NOT SIGNED BY SPONSOR**

			1-19-23
<i>Sponsor's Initials</i>	<i>Date</i>	<i>Budget Director's Initials</i>	<i>Date</i>