

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. NO.: 3427-01  
BILL NO.: SB 780  
SUBJECT: Mortgage Brokers  
TYPE: Original  
DATE: January 26, 2000

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<b>Local Government</b>	\$0	\$0	\$0

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 2 pages.

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials of the **Department of Economic Development - Divisions of Finance, Credit Unions, and Professional Registration** and the **Department of Insurance** assume the proposal would have no fiscal impact on their agencies.

	FY 2001 (10 Mo.)	FY 2002	FY 2003
<b><u>FISCAL IMPACT - State Government</u></b>			
	\$0	\$0	\$0
	FY 2001 (10 Mo.)	FY 2002	FY 2003
<b><u>FISCAL IMPACT - Local Government</u></b>			
	\$0	\$0	\$0

**FISCAL IMPACT - Small Business**

Mortgage brokers who are small businesses may be fiscally impacted by the proposal.


**DESCRIPTION**

The proposal would require mortgage brokers to provide for surety bonds upon application for licensure. It would also clarify the definition of consumer credit loans and provisions for small loans.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

**SOURCES OF INFORMATION**

Department of Economic Development - Divisions of Finance, Credit Unions and Professional Registration  
Department of Insurance

  
Jeanne Jarrett, CPA  
Director  
January 26, 2000