
Fiscal Note
Bill Number HB0107

Utah Residential Mortgage Practices Act

16-Feb-00

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This bill will annually generate revenue to the Commerce Service Fund estimated to be approximately \$400,000. Appropriations from the Commerce Service Fund of \$279,000 to the Department of Commerce and \$118,700 to the Attorney General's Office will be needed to implement the provisions of this bill.

	<u>FY 01 Approp.</u>	<u>FY 02 Approp.</u>	<u>FY 01 Revenue</u>	<u>FY 02 Revenue</u>
Commerce Service Fund	\$118,700	\$114,900	\$0	\$0
Commerce Service Fund	\$279,000	\$244,000	\$400,000	\$400,000
TOTAL	<u><u>\$397,700</u></u>	<u><u>\$358,900</u></u>	<u><u>\$400,000</u></u>	<u><u>\$400,000</u></u>

Individual and Business Impact

The bill could impact several groups. There may be a reduction in the number of fraudulent loans and the number of foreclosures. This could lead to savings for the general public and for lending institutions.

Mortgage brokers would have to pay additional fees for registration, estimated to be over \$200 each for mortgage brokers and non-depository institutions. The approximate cost to obtain a bond would be \$150 to \$200 and for organizations from \$400 to \$500. These costs may be passed to the consumers or absorbed by the respective brokers.

Office of the Legislative Fiscal Analyst