

State Impact

Requiring mortgage officers working for state chartered institutions would increase revenue to the Commerce Service Fund by \$140,000 (second year revenues are estimated at \$10,000). Incorporating federal Real Estate Settlement Procedures Act (RESPA) law into mortgage licensing would require an additional 3 investigators and 1 office tech at a cost of \$276,800 from the Commerce Service Fund. The additional cases would require an additional mid-level attorney at a cost of \$116,000 from the General Fund. Spending from the Commerce Service Fund could affect the revenue available to the General Fund.

	<u>FY 2005</u> <u>Approp.</u>	<u>FY 2006</u> <u>Approp.</u>	<u>FY 2005</u> <u>Revenue</u>	<u>FY 2006</u> <u>Revenue</u>
General Fund	\$116,000	\$113,000	\$0	\$0
Commerce Service Fund	\$276,800	\$239,800	\$140,000	\$10,000
TOTAL	\$392,800	\$352,800	\$140,000	\$10,000

Individual and Business Impact

Utah chartered mortgage businesses would pay about \$140,000 in licensing fees the first year and renewal fees thereafter (every two years). Individual homebuyers could experience savings in mortgage closing costs.
