

## State Corporation Commission 2008 Fiscal Impact Statement

**1. Bill Number:** HB1093

House of Origin	<u>X</u>	Introduced	<u>  </u>	Substitute	<u>  </u>	Engrossed
Second House	<u>  </u>	In Committee	<u>  </u>	Substitute	<u>  </u>	Enrolled

**2. Patron:** Sickles

**3. Committee:** Commerce and Labor

**4. Title:** Low-document, no-document and stated income mortgages.

**5. Summary:** Low-document, no-document and stated income mortgages. Prohibits certain lenders from making a low-document, no-document, or stated-document mortgage loan unless the lender has obtained detailed documentation of all sources of income claimed by the borrower in the loan application, or corroborated the claimed income by independent verification, and determined, that a reasonable creditor would believe at the time the loan is closed that the borrower will be able to make the scheduled payments associated with the loan.

**6. Fiscal Impact Estimates:** Not available at this time. See Item 8.

**7. Budget Amendment Necessary:** No

**8. Fiscal Implications:** The fiscal impact of House Bill 1093 is not available at this time. It is likely additional staff may be required to determine compliance with the provisions of the legislation. Given the number of proposed required duties in House Bill 1093, further study is needed to determine the appropriate level of staffing necessary to examine for compliance.

**9. Specific Agency or Political Subdivisions Affected:** State Corporation Commission and its Bureau of Financial Institutions

**10. Technical Amendment Necessary:** No

**11. Other Comments:** No

**Date:** 1/23/2008 dpb

cc: Secretary of Commerce and Trade