

State Corporation Commission
2007 Fiscal Impact Statement

1. Bill Number SB989

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Deeds

3. Committee Commerce and Labor

4. Title Mortgage loan servicing; penalties.

5. Summary/Purpose: Mortgage loan servicing; penalties. Prohibits servicers of mortgage loans from taking certain actions pertaining to the servicing of such loans, including failing to apply payments to the loan and taking actions for the primary purpose of creating a default under the terms of a mortgage loan. The Bureau of Financial Institutions of the State Corporation Commission is given authority to investigate and enforce the provisions under the Mortgage Lender and Broker Act; although mortgage servicers are not required to obtain licenses under that Act.

6. No Fiscal Impact on state agencies.

7. Budget amendment necessary: No.

8. Fiscal implications: None on state agencies.

9. Specific agency or political subdivisions affected: Bureau of Financial Institutions – State Corporation Commission.

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 01/17/07 / E. J. Face, Jr.

cc: Secretary of Commerce and Trade