

## Department of Planning and Budget 2011 Fiscal Impact Statement

**1. Bill Number:** SB985

<b>House of Origin</b>	<input type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
<b>Second House</b>	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input checked="" type="checkbox"/>	Enrolled

**2. Patron:** Locke

**3. Committee:** Passed Both Houses

**4. Title:** Virginia Housing Development Authority Act; terms and conditions of purchases from and sales to mortgage lender of mortgage loans

**5. Summary:** This bill deletes statutory requirements for a lender to reinvest sales proceeds and to make certification of prudent investment in the case of single family loans that, when made by the lender, are to be purchased by a housing development authority. The bill contains an emergency clause.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Final.

**8. Fiscal Implications:** This bill would expand the Virginia Housing Development Authority's (VHDA) offerings to include a mortgage purchase program and to allow VHDA to originate single family loans for low and moderate income households. These offerings will restructure the entity's program and eliminate unnecessary and burdensome requirements on the lenders and VHDA.

According to § 36-55.27, Code of Virginia, VHDA is a political subdivision of the Commonwealth of Virginia. As such, this bill presents no fiscal impact to the state.

**9. Specific Agency or Political Subdivisions Affected:** Virginia Housing Development Authority.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** This bill is identical to the enrolled version of HB1887.

**Date:** February 23, 2011