# State Corporation Commission
## 2012 Fiscal Impact Statement

1. **Bill Number:** SB75

   **House of Origin** ☒ Introduced ☐ Substitute ☐ Engrossed

   **Second House** ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron:** Watkins

3. **Committee:** Commerce and Labor

4. **Title:** Mortgage loan originators; exempts from licensing employees of bona fide nonprofit organizations.

5. **Summary:** Mortgage loan originators; exempts from licensing employees of bona fide nonprofit organizations; technical changes. Allows the SCC to prescribe by regulation what constitutes a bona fide nonprofit organization. Changes "acting as" a mortgage broker to "engages in the business" of a mortgage loan originator and other technical changes. This bill is recommended by the Virginia Housing Commission.

6. **Budget Amendment Necessary**: No

7. **Fiscal Impact Estimates:** Fiscal impact estimates are not available. See Item 8.

8. **Fiscal Implications:** The bill requires that the State Corporation Commission investigate and periodically examine the business activities, books, and records of any bona fide nonprofit organization as it may pertain to criteria to be established by the Commission through regulation. In establishing the criteria, the Commission shall give consideration to the criteria adopted by the new federal Consumer Financial Protection Bureau (CFPB) or other federal agency. At this time, the Commission cannot accurately determine the number of possible bona fide nonprofit organizations, nor which organizations may need to be investigated or examined. Also, it cannot determine the criteria to be established by the CFPB. Therefore, further data and analysis is needed to determine a more accurate, exact and final fiscal impact. Nevertheless, it is anticipated at this time that any fiscal impact will be manageable and can be absorbed in the Commission's Bureau of Financial Institution's mortgage regulatory section's operating budget.

9. **Specific Agency or Political Subdivisions Affected:** State Corporation Commission

10. **Technical Amendment Necessary:** No

11. **Other Comments:** This bill was reported from Senate Commerce and Labor with a substitute. Also see House Bill 570.

**Date:** 1/16/12 E. J. Face, Jr.