

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

March 30, 2009

TO: Honorable Joe Deshotel, Chair, House Committee on Business & Industry

FROM: John S. O'Brien, Director, Legislative Budget Board

IN RE: HB4397 by Deshotel (Relating to payoff statements in connection with mortgage loans.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill amends the Finance Code to add a new section requiring the Finance Commission to create a form of payoff statement for use with all loans secured by real property and establishes rules relating to the use of the payoff statement by the lender or mortgage provider and the borrower or any third-party requesting the payoff statement on behalf of the borrower.

Based on the analysis of the Department of Banking, Office of Consumer Credit Commissioner, and the Department of Savings and Mortgage Lending, duties and responsibilities associated with implementing the provisions of the bill could be accomplished by utilizing existing resources.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 450 Department of Savings and Mortgage Lending, 451 Department of Banking, 466 Office of Consumer Credit Commissioner

LBB Staff: JOB, JRO, MW, ACa