

REVENUE: No revenue impact

FISCAL: No fiscal impact

Action:	Do Pass and Be Placed on the Consent Calendar
Vote:	8 - 0 - 0
Yeas:	Conger, Doherty, Esquivel, Hoyle, Johnson, Matthews, Kennemer, Schaufler
Nays:	0
Exc.:	0
Prepared By:	Theresa Van Winkle, Administrator
Meeting Dates:	2/4

WHAT THE MEASURE DOES: Allows the Director of the Department of Consumer and Business Services to appoint an advisory committee that represents persons likely to be affected by mortgage lending rules that the Director adopts. Requires the Director to consider the advisory committee's suggestions. Declares an emergency, effective upon passage.

ISSUES DISCUSSED:

- Provisions of the measure

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: For most rulemaking activities conducted by the Department of Consumer and Business Services, an advisory committee is formed and comprised of a cross-section of stakeholders that would potentially be affected by the administrative rule. Current mortgage lending statutes require the Department to consult with equal numbers of mortgage lenders and mortgage bankers. However, membership requirements have not been revised since 1993, and major changes have taken place since the last statutory change, particularly with the efforts on both the state and federal level to strengthen the regulation of the mortgage lending industry and the diversity of businesses who engage in lending activities.

House Bill 2084 provides the department with the ability to tailor the advisory committee's membership to include stakeholders who would be the most affected by a proposed rule.