

**FISCAL IMPACT OF PROPOSED LEGISLATION****Measure: SB 275 A**Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session  
Legislative Fiscal Office***Only Impacts on Original or Engrossed  
Versions are Considered Official***Prepared by: Tim Walker  
Reviewed by: Matt Stayner  
Date: 04/27/2015**Measure Description:**

Requires mortgage loan servicers to obtain license or endorsement and requires other persons that engage in business as mortgage loan servicers to obtain endorsement.

**Government Unit(s) Affected:**

Department of Consumer and Business Services (DCBS)

**Summary of Expenditure Impact:**

Other Funds	152,474	181,936
Federal Funds		
<b>Total Funds</b>	<b>\$152,474</b>	<b>\$181,936</b>
Positions	1	1
FTE	0.88	1.00

**Summary of Revenue Impact**

	2015-17 Biennium	2017-19 Biennium
General Fund		
Lottery Funds		
Other Funds	288,000	207,000
Federal Funds		
<b>Total Funds</b>	<b>\$288,000</b>	<b>\$207,000</b>

**Local Government Mandate:**

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

**Analysis:** This bill would require the licensure of certain mortgage loan servicers that service residential loans where the borrower or real property is located in Oregon. By requiring mortgage servicers to obtain a mortgage lending license, DCBS would have the authority to investigate and examine loan servicers.

DCBS anticipates that up to 100 companies with a total of 200 branch locations would need to be licensed and compliance examinations conducted. With additional licensees, DCBS estimates an additional 200 complaints per year. The additional workload would require one additional Financial Examiner 2 (1.00 FTE). DCBS currently charges \$960 for the initial main office license and \$330 for each branch office. Renewal fees are \$480 for the main office and \$165 for each branch office. DCBS estimates an additional \$288,000 in revenue for 2015-17 biennium and \$207,000 in the 2017-19 biennium. Revenue would be more in the 2015-17 biennium due to the increased fees due to initial licensure.