

**SB 98 B BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Sen. Johnson

**Joint Committee On Ways and Means**

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**Action Date:** 06/16/17

**Action:** Do pass with amendments to the A-Eng bill. (Printed B-Eng.)

**Senate Vote**

**Yeas:** 12 - DeBoer, Devlin, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Thomsen, Winters

**House Vote**

**Yeas:** 11 - Gomberg, Holvey, Huffman, McLane, Nathanson, Rayfield, Smith G, Smith Warner, Stark, Whisnant, Williamson

**Prepared By:** Patrick Heath, Department of Administrative Services

**Reviewed By:** Meg Bushman Reinhold, Legislative Fiscal Office

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**Department of Consumer and Business Services  
2017-19**

**Budget Summary**

	2015-17 Legislatively Approved Budget	2017-19 Current Service Level	2017-19 Committee Recommendation	Committee Change from 2015-17 Leg. Approved	
				\$ Change	% Change
Other Funds Limited	\$ -	\$ -	\$ 166,018	\$ 166,018	100.0%
Total	\$ -	\$ -	\$ 166,018	\$ 166,018	100.0%

**Position Summary**

Authorized Positions	0	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.00	0.88	0.88

**Summary of Revenue Changes**

The mortgage loan servicer regulatory program will be funded with Other Funds revenues from license and examination fees, similar to other regulatory programs within the Department of Consumer and Business Services (DCBS). The department expects approximately 150 entities would fall under this regulatory regime. Civil penalties collected for violations will be deposited into the General Fund.

**Summary of Transportation and Economic Development Subcommittee Action**

The Subcommittee approved \$166,018 Other Funds expenditure limitation and one position (0.88 FTE) to implement Senate Bill 98, which creates a regulatory program within DCBS for third-party residential mortgage loan servicers. The department will hire a Financial Examiner 2 to handle complaint investigations and conduct examinations, while other work will be absorbed by existing staff.

## DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Consumer and Business Services  
Patrick Heath - 503-378-3742

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>									
<b>SCR 018 - Division of Financial Regulation</b>									
Senate Bill 98 - Mortgage Loan Servicer Regulation									
Personal Services	\$ -	\$ -	\$ 146,954	\$ -	\$ -	\$ -	\$ 146,954	1	0.88
Services and Supplies	\$ -	\$ -	\$ 19,064	\$ -	\$ -	\$ -	\$ 19,064		
<b>TOTAL ADJUSTMENTS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 166,018</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 166,018</b>	<b>1</b>	<b>0.88</b>
<b>SUBCOMMITTEE RECOMMENDATION</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 166,018</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 166,018</b>	<b>1</b>	<b>0.88</b>
% Change from 2015-17 Leg Approved Budget	0.0%	0.0%	100.0%	0.0%	0.0%	0.0%	100.0%		
% Change from 2017-19 Current Service Level	0.0%	0.0%	100.0%	0.0%	0.0%	0.0%	100.0%		