

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 7271**

**BILL NUMBER: HB 1180**

**NOTE PREPARED: Jan 3, 2011**

**BILL AMENDED:**

**SUBJECT:** Zero Interest Mortgages by Nonprofit Entities.

**FIRST AUTHOR:** Rep. Clere

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** No Fiscal Impact

**Summary of Legislation:** This bill specifies that: (1) the statute concerning first lien mortgage lending; and (2) the uniform consumer credit code; do not apply to a bona fide nonprofit entity that does not operate in a commercial context and that meets other specified criteria. It amends the same laws to: (1) remove exemptions from the laws for subsidiaries of depository institutions and for credit union service organizations, to comply with federal financial reform legislation; and (2) amend the exemption for mortgage loan originators employed by institutions regulated by the federal banking agencies to recognize that a registration system for those employees is not yet operational. This bill also makes technical amendments.

**Effective Date:** July 1, 2011.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**

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