



HOUSE COMMITTEE ON APPROPRIATIONS  
2009-10 Legislative Session

**FISCAL NOTE**

**HOUSE BILL:** 2547

**PRINTER'S NO:** 3826

**PRIME SPONSOR:** Daley

<b>FISCAL IMPACT SUMMARY</b>	<b>FY 2009/10</b>	<b>FY 2010/11</b>
<b>Estimated Expenditure Increase/(Decrease):</b>		
Banking Department Fund	\$0	\$0
<b>Estimated Revenue Increase/(Decrease):</b>		
Banking Department Fund	\$0	see analysis

**OVERVIEW:**

This bill amends Chapter 61 (Mortgage Loan Industry Licensing and Consumer Protection) of Title 7 (Banks and Banking), Pa.C.S., which was established by Act 56 of 2008 and amended by Act 31 of 2009, to remove the unintentional double licensing requirements for installment sellers of manufactured homes who are currently licensed under the Motor Vehicle Sales Finance Act (1947, P.L.1110, No. 476), also administered by the Department of Banking. Under the bill, the originators must still be licensed but the company only needs to be registered with the department.

The effective date is immediate.

**ANALYSIS:**

According to the department, any administrative costs to implement the changes due to this bill will be minimal.

This bill will likely result in a revenue increase to the Banking Department Fund. According to the department, the double licensing requirement will cause most manufactured home retailers to exit the industry in Pennsylvania because it is difficult for them to meet the capital and line of credit requirements in Chapter 61. By adopting this bill, however, it removes the company licensing requirement pursuant to Chapter 61, and the department consequently expects an increase in license fees from originators who work for these retail manufactured housing companies. No estimate is available on the potential number of originators, but, pursuant to the originator fees enumerated in §6132 of Title 7, the revenue would be equal to \$200 multiplied by the number of new applicants plus \$100 multiplied by the number of renewals.

The Department of Banking was consulted in the preparation of this fiscal note:

**PREPARED BY:** Erik Randolph, Senior Analyst  
House Appropriations Committee, (D)

**DATE:** June 24, 2010

**General Note and Disclaimer:** *This Fiscal Note was prepared pursuant to House Rule 19(a), and the elements considered and reported above are required by Section 5 of the rule. Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.*