

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	SB1492
Version:	ENGR
Request Number:	
Author:	Rep. Moore
Date:	4/1/2024
Impact:	\$0

Research Analysis

SB 1492 modifies definitions related to the Oklahoma Secure and Fair Enforcement for Mortgage Licensing Act and establishes fees for mortgage broker and lender licenses, with an annual assessment based on loan volumes. Fees range from \$1,000 to \$40,000 for loan originations and up to \$17,500 for loans serviced. The measure also creates fees for additional trade names and license reinstatement. Additionally, the measure adjusts fees for mortgage loan originator licenses and increases the reimbursement cap for the Oklahoma Mortgage Broker and Mortgage Loan Originator Recovery Fund. Finally, the measure allows remote work for licensee employees under specified conditions.

Prepared By: Autumn Mathews

Fiscal Analysis

SB 1492 modifies license requirements and fees for mortgage brokers, lenders, lender branches, and broker branches under the Oklahoma Secure and Fair Enforcement for Mortgage Act (SAFE). The measure transitions from a fixed-rate renewal fee to an assessment-based renewal fee, providing a reduction in the fixed-rate license fees paid to the Oklahoma Department of Consumer Credit (OKDOCC), as shown in the table below.

	Initial Fee		Renewal Fee	
	Current Fees	Proposed Fees	Current Fees	Proposed Fees
Mortgage Lender	\$ 1,660.00	\$ 1,200.00	\$ 710.00	\$ -
Mortgage Broker	\$ 1,660.00	\$ 1,200.00	\$ 660.00	\$ -
Mortgage Lender Branch	\$ 660.00	\$ 150.00	\$ 660.00	\$ -
Mortgage Broker Branch	\$ 660.00	\$ 150.00	\$ 660.00	\$ -

Annual renewal assessment fees are calculated as .008% of the dollar volume of loans originated and serviced for residential real property in Oklahoma, for all offices and branches in the state. Below are the maximum assessment fees that the OKDOCC may collect each year, as determined by the dollar volume of loans originated and serviced according to the second quarter mortgage call report.

	Loans Originated	Loans Serviced
FY-25:	\$ 40,000.00	\$ 17,500.00
FY-26:	\$ 40,000.00	\$ 27,500.00
FY-27:	\$ 40,000.00	\$ 35,000.00
FY-28:	\$ 40,000.00	\$ 40,000.00

Officials from the OKDOCC provided the estimated net effect in license revenue on the Department based on the proposed implementation.

Projected Net Effect of Proposed Implementation	
FY-25:	\$(289,677.00)
FY-26:	\$ (38,198.00)
FY-27:	\$ 119,271.00
FY-28:	\$ 199,409.00

OKDOCC is a non-appropriated state agency, therefore, the projected net effect in revenue for FY-25 and FY-26 is assumed to be absorbed within the agency's current budgetary resources. As a result, this measure does not have a direct fiscal impact on the state budget or appropriations.

Prepared By: Alexandra Ladner, House Fiscal Staff

Other Considerations

None.