

STAND. COM. REP. NO. 1612

Honolulu, Hawaii

April 5, 2013

RE: S.B. No. 1069

S.D. 2

H.D. 2

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Seventh State Legislature
Regular Session of 2013
State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 1069, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO MORTGAGE LOAN ORIGINATION,"

begs leave to report as follows:

The purpose of this measure is to enhance the regulation of licensees under Chapter 454F, Hawaii Revised Statutes (HRS), the Secure and Fair Enforcement for Mortgage Licensing Act.

Among other things, this measure:

- (1) Clarifies licensure requirements for mortgage loan originators and mortgage loan originator companies, and for mortgage servicer companies that conduct mortgage loan origination activities;
- (2) Adjusts licensure and other administrative fees for mortgage loan origination licensees; and
- (3) Establishes licensure and other administrative fees for mortgage servicer companies that conduct mortgage loan origination activities.

The Department of Commerce and Consumer Affairs supported this measure. The Hawaii Association of Mortgage Professionals and Alston Hunt Floyd & Ing Lawyers commented on this measure.

SB1069 HD2 HSCR FIN HMS 2013-3282

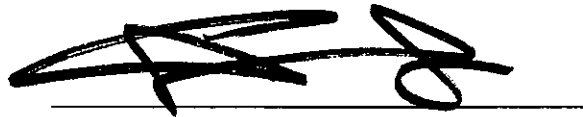


Your Committee has amended this measure by:

- (1) Specifying fees that a sole proprietor mortgage loan originator must pay to obtain and maintain a valid sole proprietor mortgage loan originator license;
- (2) Requiring the Commissioner of Financial Institutions to submit a report detailing the implementation of Act 32, Special Session Laws of Hawaii 2009, to the Legislature no later than 30 days prior to the convening of the 2014 Regular Session to account for the effects of regulatory changes to the mortgage loan industry over the past several years; and
- (3) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1069, S.D. 2, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1069, S.D. 2, H.D. 2.

Respectfully submitted on
behalf of the members of the
Committee on Finance,



SYLVIA LUKE, Chair



