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FISCAL IMPACT REPORT

SPONSOR: Leavell DATE TYPED: 03/16/01 HB _____
 SHORT TITLE: Sale of Title Insurance by Chartered Banks SB 309/aSCORC/aHFI#1
 ANALYST: Wilson

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY01	FY02	FY01	FY02		
	NFI				

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

Public Regulation Commission (PRC)
 Economic Development Department (EDD)

SUMMARY

Synopsis HFI#1 Amendment

House Floor Amendment #1 amends SB309 by including a new section "59A-12-16" on examination for license. Each applicant for license must take and pass an examination. Exceptions to the provision are also outlined in the new section.

Synopsis of SCORC Amendment

This amendment adds "an affiliate" of a state or federally chartered bank which may be licensed to sell title insurance.

Synopsis of Original Bill

SB 309 amends the Insurance Code to allow a subsidiary of a state or federally chartered bank to be licensed to sell title insurance.

Significant Issues

Up until the recent passage of the Graham-Leach-Bliley legislation by the federal government there was a prohibition against lending institutions selling title insurance. SB 309 will bring New Mexico law into compliance with the federal legislation.

DW/ar:pr