


Colorado Legislative Council Staff Fiscal Note
STATE
FISCAL IMPACT

Drafting Number: LLS 10-0657
Prime Sponsor(s): Rep. Ferrandino

Date: February 15, 2010
Bill Status: House Local Government
Fiscal Analyst: Harry Zeid (303-866-4753)

TITLE: CONCERNING THE FORECLOSURE DEFERMENT PROCESS FOR RESIDENTIAL PROPERTIES.

Fiscal Impact Summary	FY 2010-2011	FY 2011-2012
State Revenue		
State Expenditures General Fund	\$21,615	
FTE Position Change		
Effective Date: Upon signature of the Governor, or upon becoming law without his signature.		
Appropriation Summary for FY 2010-2011: See the State Appropriations section.		
Local Government Impact: None.		

Summary of Legislation

Current law allows eligible borrowers to defer a foreclosure sale on a residential property for 90 days. This bill makes several modifications to the general provisions of the foreclosure deferment process. In addition, it gives general rule-making authority to the Division of Housing related to that process.

State Expenditures

The Division of Housing in the Department of Local Affairs requires **\$21,615 General Fund in FY 2010-11**. As shown in Table 1, these costs include staff support to draft forms, and to write and publish rules, and includes support from the Department of Law to review rules and to attend stakeholder meetings.

Table 1. Department of Local Affairs Expenditures Under HB10-1240		
Cost Components	FY 2010-11	FY 2011-12
Personal Services	\$14,680	
Legal Services (Department of Law)	6,935	
TOTAL	\$21,615	n/a

State Appropriations

The fiscal note implies that the following appropriations are required in FY 2010-11 to implement the bill:

- **Department of Local Affairs - \$21,615** from the General Fund.
- **Department of Law - \$6,935** from reappropriated funds from the Department of Local Affairs for legal services.

Departments Contacted

Local Affairs