

SENATE STAFF ANALYSIS AND ECONOMIC IMPACT STATEMENT

(This document is based only on the provisions contained in the legislation as of the latest date listed below.)

BILL: SB 532

SPONSOR: Fiscal Policy Committee

SUBJECT: Home Equity Conversion Mortgage Guaranty Fund and Treasurer's Administrative and Investment Trust Fund

DATE: January 13, 1999 REVISED: _____

	ANALYST	STAFF DIRECTOR	REFERENCE	ACTION
1.	<u>Cohen</u>	<u>Hadi</u>	<u>FP</u>	<u>Favorable</u>
2.	_____	_____	_____	_____
3.	_____	_____	_____	_____
4.	_____	_____	_____	_____
5.	_____	_____	_____	_____

I. Summary:

This legislation abolishes the Home Equity Conversion Mortgage Guaranty Fund and transfers its balance to the Treasurer's Administrative and Investment Trust Fund. The Treasurer's Administrative and Investment Trust Fund is re-created.

This bill amends s. 697.205, Florida Statutes and repeals s. 696.203, Florida Statutes.

II. Present Situation:

The Home Equity Conversion Mortgage Guaranty Fund was created to provide security for equity conversion mortgages in the event of deficiencies. It was to cease to exist after the last mortgage insured prior to July 1, 1993 has been amortized. There has been no activity in this fund for several years and it is not known if or when the last mortgage will be amortized.

III. Effect of Proposed Changes:

This legislation abolishes the Home Equity Conversion Mortgage Guaranty Fund and transfers its balance to the Treasurer's Administrative and Investment Trust Fund. The Treasurer's Administrative and Investment Trust Fund is re-created.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

V. Economic Impact and Fiscal Note:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

None.

C. Government Sector Impact:

None.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

VIII. Amendments:

None.