



Ohio Legislative Service Commission

Edward M. Millane

Fiscal Note & Local Impact Statement

Bill: H.B. 303 of the 131st G.A.

Date: November 16, 2015

Status: As Introduced

Sponsor: Reps. Dever and McColley

Local Impact Statement Procedure Required: No

Contents: Establishes the D.O.L.L.A.R. Deed Program

State Fiscal Highlights

- The Ohio Housing Finance Agency may incur minimal costs for administering and adopting rules for the D.O.L.L.A.R. Deed Program.

Local Fiscal Highlights

- No direct fiscal effect on political subdivisions.

Detailed Fiscal Analysis

The bill establishes the D.O.L.L.A.R. Deed Program, a foreclosure alternative for a borrower who is in default on a mortgage. Under the program, a borrower and mortgage lender may enter into an agreement where the borrower transfers all of his or her interest in the real property to the lender in a deed in lieu of foreclosure. The lender then rents the property back to the borrower for a specified time pursuant to a lease agreement. During the life of the lease agreement, the borrower could repurchase or refinance the property pursuant to an agreement executed between the borrower and the lender. Please see the LSC Bill Analysis for more details on the program's operation.

The bill requires the Ohio Housing Finance Agency (OHFA) to administer the program and to adopt rules that establish the following: (1) eligibility rules for the program, (2) a standard application form, (3) a model for the deed in lieu of foreclosure, lease agreement, and repurchase or refinance agreement required under the program, (4) the levels of homeowner's insurance that may be the basis for determining rent under the lease agreement, and (5) any other rules necessary to implement the program. OHFA may incur a minimal increase in administrative costs for performing these duties.

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