

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7003**

**BILL NUMBER:** HB 1334

**NOTE PREPARED:** Jan 2, 2010

**BILL AMENDED:**

**SUBJECT:** Home Ownership Education Account.

**FIRST AUTHOR:** Rep. Bardon

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**  GENERAL  
 DEDICATED  
 FEDERAL

**IMPACT:** State

**Summary of Legislation:** This bill requires that fees and funds accruing from the administration of the Indiana Securities Act (IC 23-19) and other statutes must be deposited in the Home Ownership Education Account. It abolishes the Securities Division Enforcement Account, and it makes conforming amendments.

**Effective Date:** July 1, 2010.

**Explanation of State Expenditures:** *Securities Division:* This bill will impact the expenditures of the Securities Division. The Securities Division uses the Securities Division Enforcement Account to provide additional funds for investigations and to fund administrative expenses. In FY 2009, the Securities Division used about \$1.3 M from this fund for expenses. Abolishing the account will impact the Securities Division because they will no longer have access to this funding source.

**Explanation of State Revenues:** *Home Ownership Education Account:* This bill deposits the fees and funds accruing from the Indiana Securities Act into the Home Ownership Education Account. These fees and funds are currently deposited in the Securities Division Enforcement Account. The bill also abolishes the Securities Division Enforcement Account and deposits all other fees and funds that would be deposited into the Securities Division Enforcement Account into the Home Ownership Education Account.

**Background Information** - The Home Ownership Education Account is administered by the Indiana Housing and Community Development Authority (IHCDA), and the Securities Division Enforcement Account is administered by the Secretary of State. Revenues received for FY 2005 through FY 2009 are provided below for both accounts.

<b>Fiscal Year</b>	<b>Home Ownership Education Account</b>	<b>Securities Division Enforcement Account</b>
FY 2005	\$76,000	\$58,000
FY 2006	\$145,000	\$837,000
FY 2007	\$0	\$523,000
FY 2008	\$0	\$64,000
FY 2009	\$892	\$2.5 M

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** IHCD; Secretary of State.

**Local Agencies Affected:**

**Information Sources:** Auditor's Data.

**Fiscal Analyst:** Jessica Harmon, 317-232-9854.