



January 23, 2026

The Honorable Nick Hoheisel, Chairperson
House Committee on Financial Institutions and Pensions
300 SW 10th Avenue, Room 582-N
Topeka, Kansas 66612

Dear Representative Hoheisel:

SUBJECT: Fiscal Note for HB 2497 by House Committee on Financial Institutions and Pensions

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2497 is respectfully submitted to your committee.

Under current law, no prepayment penalty is assessed against any home loan evidenced by a note secured by a real estate mortgage when prepayment is made more than six months after execution of the note. HB 2497 would require the home loan to be made primarily for personal, family, or household purposes to qualify for a no prepayment penalty after six months.

The Office of the State Bank Commissioner states HB 2497 would not have a fiscal effect on agency operations. The Department of Credit Unions indicates that its financial examiners currently review mortgage loan disclosures as part of its examinations of credit unions. Under HB 2497, the examiners would expand their review to include prepayment assessments. The expansion of its review would be handled within existing resources. Any fiscal effect associated with HB 2497 is not reflected in *The FY 2027 Governor's Budget Report*.

The Kansas Association of Counties indicates HB 2497 would not have a fiscal effect on counties.

Sincerely,

Adam C. Proffitt
Director of the Budget

cc: Jay Hall, Kansas Association of Counties
Julie Murray, Department of Credit Unions
Jesse Becker, Office of the State Bank Commissioner