

PREPARED BY: Phil Hovis
 DATE PREPARED: February 01, 2007
 PHONE: 471-0057

LB 129

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS		44,270		79,800
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB129 would change the mortgage banker license renewal period to the calendar year. Currently, the license period is March 1 through the succeeding February. The bill provides for a proration of the \$200 license fee to a 10-month period. The annual fee to be collected March 1, 2008 (fiscal year 2007-08) is to be ten-twelfths of the \$200 annual level. The Department of Banking and Finance estimates a one-time reduction in related license revenue for 2007-08 in the amount of \$22,780. The estimate appears reasonable.

The bill also authorizes a mortgage banker branch office fee of \$75. The Department estimates the fee would generate additional revenue at a minimum of \$62,250 for 2007-08 and \$75,000 for 2008-09 and fiscal years thereafter. The estimate appears reasonable. The Department also estimates that nominal expenses would be incurred to process initial branch office licenses.

The bill authorizes a \$200 filing fee associated with proposals for change of control of mortgage banking businesses. The Department estimates an average of two such change of control proposals monthly and, as such, estimates an annual increase of \$4,800 in related revenue. The estimate appears reasonable.

Summary of estimated cash fund revenue impacts:

	<u>2007-08</u>	<u>2008-09</u>
Change of mortgage banker license renewal period:	-22,780	0
Mortgage banker branch office fee:	62,250	75,000
Mortgage banker change of control fee:	<u>4,800</u>	<u>4,800</u>
	44,270	79,800

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Joe Wilcox	DATE	2/1/07	PHONE	471-2526
COMMENTS					
DEPARTMENT OF BANKING AND FINANCE: No disagreement with agency analysis.					