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PREPARED BY: Phil Hovis
DATE PREPARED: January 26, 2012
PHONE: 471-0057

LB 963

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2012-13		FY 2013-14	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS		See below		See below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		See below		See below

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

Among its provisions, LB963 amends provisions that require trust companies and other entities acting in a fiduciary capacity in Nebraska to pledge securities with the Department of Banking and Finance. The Department anticipates the related statutory change will result in relatively nominal increases in cash fund revenue accruing from fees assessed for handling pledged securities as authorized by Sec. 8-602. Such increases will depend on the number of additional entities that may be required to pledge securities with the Department and the level of additional securities required to be pledged pursuant to Sec. 8-209. The Department's estimate of additional cash fund revenue of \$2,250 for 2012-13 and \$4,500 for 2013-14 appears reasonable.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Gary Bush	DATE	1/20/12	PHONE	471-2526
COMMENTS					
DEPARTMENT OF BANKING AND FINANCE: Concur. Agency's estimate appears to be reasonable.					

Please complete ALL (5) blanks in the first three lines.

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2012

LB⁽¹⁾ 963 FISCAL NOTE

JAN 20 2012

LEGISLATIVE FISCAL

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Banking & Finance

Prepared by: ⁽³⁾ Margo Sawyer Date Prepared: ⁽⁴⁾ 1/13/12 Phone: ⁽⁵⁾ 471-4954

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2012-2013</u>		<u>FY 2013-2014</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	2,250	_____	4,500
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>2,250</u>	<u>_____</u>	<u>4,500</u>

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

The Department estimates 3 out-of-state entities per year will pledge securities with the Department. The amount of securities to be pledged varies based on the market value of trust assets held by the company, and ranges from a minimum of \$100,000 to a maximum of \$500,000 of securities (Section 8-209). The fee for the pledge is \$1.50 for each \$1,000 of securities pledged payable at the time of the initial pledge and on January 1 of each succeeding year. Assuming the maximum pledge, revenue would increase by \$2,250 the first year (\$1.50 x 500 x 3) and by \$4,500 the second year (3 initial fees and 3 annual renewals).

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2012-2013 EXPENDITURES</u>	<u>2013-2014 EXPENDITURES</u>
	<u>12-13</u>	<u>13-14</u>		
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____