

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS		3,750		3,750
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		3,750		3,750

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB286 would adopt the Nebraska Flexible Loan Act and amend certain provisions of the Delayed Deposit Services Act. The Department of Banking and Finance anticipates that if the bill were to be enacted, a related impact on installment lending and delayed deposit services licensure and licensure renewal applications may occur as licensees may forego related licensure and migrate to licensure under the Flexible Loan Act. However, the department concludes that any related impact on installment lending and delayed deposit services licensure is indeterminate at this time. The Department estimates a nominal increase in cash fund revenue for 2017-18 and 2018-19 from licensure fees under the Flexible Loan Act should provisions of LB286 be enacted. The estimate appears reasonable; however, impacts on licensure fee revenue will ultimately depend upon changes that may occur in terms of licensure and licensure renewal sought under statutory provisions governing installment lending, delayed deposit services and flexible lending should LB286 be enacted.

The Department of Banking and Finance estimates a minimal impact as it relates to LB286 with respect to agency expenditures.

ADMINSTRATAIVE SERVICE STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 286 (Revised) AM:	AGENCY/POLT. SUB: Dept of Banking	
REVIEWED BY: Gary Bush	DATE: 2/15/17	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with the estimated provided by the agency. The estimate appears to be reasonable.		

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

2017

LB⁽¹⁾ 286

FISCAL NOTE

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

Prepared by: ⁽³⁾ Margo Sawyer Date Prepared: ⁽⁴⁾ 2/13/17 Phone: ⁽⁵⁾ 471-4954

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	3,750	_____	3,750
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>3,750</u>	<u>_____</u>	<u>3,750</u>

Explanation of Estimate:

The department estimates 5 Flex Credit Lending application at \$500 per year annual increase of \$2,500, and 5 Flex Credit Branch Applications at \$250 each per year for an increase in annual revenues of \$1,250. Estimated total increase in revenues per year of \$3,750.

New credential application process and new reporting requirements would require 80- 160 hours of Review Examiner, Legal and Clerical time to build. Such process would be absorbed into the existing budget.

Costs to the department to implement the bill would be minimal.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18 EXPENDITURES</u>	<u>2018-19 EXPENDITURES</u>
	<u>17-18</u>	<u>18-19</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____