

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates) | | | | |
|---|---------------------|----------------|---------------------|----------------|
| | FY 2020-21 | | FY 2021-22 | |
| | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS | | | | |
| CASH FUNDS | | | | |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | | | | |

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

The bill revises the Public Funds Deposit Security Act. Under this act, it is required that public funds held by entities designated as a public depository, such as a bank, capital stock financial institution or qualified financial institution, in excess of the amount insured by the Federal Deposit Insurance Corporation must 1) secure the public funds by furnishing securities and/or 2) provide a deposit guaranty bond in a single pool of securities if the total value of the bond is at least 102% of the amount of the deposit. The director designates a qualified entity as the administrator for oversight of the single bank pooled method.

The bill includes language to require that financial institutions who hold public funds to secure the funds within ten days or shorter period as has been agreed upon by the financial institution and director.

The bill further changes the language that the monthly reports submitted by the financial institutions to the administrator a statement from the funds not insured by the FDIC by each governmental unit, rather than the custodial official, separately and in aggregate.

The bill further requires that a report from the administrator be provided to each governmental unit to reflect the status of the funds. The bill requires that the posting of the report conducted by the administrator may have been deemed to have been provided to a governmental unit upon posting the report on the administrator’s website.

No fiscal impact.

| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE | | | |
|--|-----------------|---|--|
| LB: 854 | AM: | AGENCY/POLT. SUB: Department of Banking and Finance | |
| REVIEWED BY: Neil Sullivan | DATE: 1/27/2020 | PHONE: (402) 471-4179 | |
| COMMENTS: The Department of Banking and Finance assessment of no fiscal impact from LB 854 appears reasonable. | | | |

| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE | | | |
|--|-----------------|-----------------------------------|--|
| LB: 854 | AM: | AGENCY/POLT. SUB: State Treasurer | |
| REVIEWED BY: Neil Sullivan | DATE: 1/15/2020 | PHONE: (402) 471-4179 | |
| COMMENTS: The State Treasurer assessment of no fiscal impact from LB 854 appears reasonable. | | | |

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

2020

LB⁽¹⁾ 854

FISCAL NOTE

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

Prepared by: ⁽³⁾ Margo Sawyer Date Prepared: ⁽⁴⁾ 1/17/20 Phone: ⁽⁵⁾ 402-471-4954

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2020-21</u> | | <u>FY 2021-22</u> | |
|---------------|---------------------|----------------|---------------------|----------------|
| | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS | _____ | _____ | _____ | _____ |
| CASH FUNDS | _____ | _____ | _____ | _____ |
| FEDERAL FUNDS | _____ | _____ | _____ | _____ |
| OTHER FUNDS | _____ | _____ | _____ | _____ |
| TOTAL FUNDS | ===== | ===== | ===== | ===== |

Explanation of Estimate:

No Fiscal Impact

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2020-21</u> | <u>2021-22</u> |
|---------------------------|----------------------------|--------------|---------------------|---------------------|
| | <u>20-21</u> | <u>21-22</u> | <u>EXPENDITURES</u> | <u>EXPENDITURES</u> |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Benefits..... | _____ | _____ | _____ | _____ |
| Operating..... | _____ | _____ | _____ | _____ |
| Travel..... | _____ | _____ | _____ | _____ |
| Capital outlay..... | _____ | _____ | _____ | _____ |
| Aid..... | _____ | _____ | _____ | _____ |
| Capital improvements..... | _____ | _____ | _____ | _____ |
| TOTAL..... | _____ | _____ | _____ | _____ |

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

2020

LB⁽¹⁾ 854

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ State Treasurer

Prepared by: ⁽³⁾ Tyson Larson Date Prepared: ⁽⁴⁾ 1/15/20 Phone: ⁽⁵⁾ (402) 471-1234

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2020-21</u> | | <u>FY 2021-22</u> | |
|--------------------|---------------------|----------------|---------------------|----------------|
| | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS | - | - | - | - |
| CASH FUNDS | - | - | - | - |
| FEDERAL FUNDS | - | - | - | - |
| OTHER FUNDS | - | - | - | - |
| TOTAL FUNDS | - | - | - | - |

Explanation of Estimate:

The State Treasurer's Office doesn't expect any fiscal impact from LB854 to the office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2020-21</u> | <u>2021-22</u> |
|---------------------------|----------------------------|--------------|---------------------|---------------------|
| | <u>20-21</u> | <u>21-22</u> | <u>EXPENDITURES</u> | <u>EXPENDITURES</u> |
| Benefits..... | | | | |
| Operating..... | | | | |
| Travel..... | | | | |
| Capital outlay..... | | | | |
| Aid..... | | | | |
| Capital improvements..... | | | | |
| TOTAL..... | | | | |