Scott Danigole March 06, 2017 471-0055

LB 559

Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)								
	FY 201	7-18	FY 2018-19					
	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.

LB 559 changes provisions related to electronic payment transactions.

Section 1 provides definitions for the Act.

Section 2 stipulates that any tax or fee imposed by the state or local government that is calculated as a percentage of an electronic payment transaction amount shall be excluded from the amount of an interchange fee charged for that transaction.

Section 3 makes it unlawful to alter or manipulate the computation and imposition of interchange fees by increasing the rate or amount of fee applicable to or imposed upon that portion of an electronic payment transaction not attributable to a state or local tax or fee to circumvent the effect of section 2 of the Act.

Section 4 requires a payment card network to either deduct the amount of any tax or fee imposed as described in section 2 from the calculation of the interchange fees.

The Attorney General and the Department of Revenue anticipate no fiscal impact. These estimates appear to be reasonable.

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB ⁽¹⁾ 559					FISCAL NOTE
State Agency OR Political S	Subdivision Name: ⁽²⁾	Attorney General			
Prepared by: ⁽³⁾ _Jay Ba	artel	Date Prepared: ⁽⁴⁾	1-23-17	Phone: ⁽⁵⁾	471-2687
	ESTIMATE PROVI	DED BY STATE AGEN	ICY OR POLITICAL	SUBDIVIS	ION
and a second the Antonia and a second s				FY 2018	
	EXPENDITURES	<u>REVENUE</u>	EXPENDITU	*	REVENUE
GENERAL FUNDS	3				
CASH FUNDS					
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS					
Explanation of Estimate:					

No Fiscal Impact

BREAKD	OWN BY MA.	OR OBJECTS O	F EXPENDITURE		
Personal Services:	NUMBER OF	POSITIONS	2017-18	2018-19	
POSITION TITLE	<u>17-18</u> <u>18-19</u>		EXPENDITURES	EXPENDITURES	
			·		
D	1				
Benefits	5				
Operating	9. L				
Travel	37.0				
Capital outlay					
Aid	-		······································		
Capital improvements	22.U		·		
TOTAL			······		

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2017

Fiscal Note 2017

State Agency Estimate								
State Agency Name: Department of	Date Due LFA:	3/3/2017						
Approved by: Tony Fulton		Date Prepared:	3/2/2017		Phone: 471-5896			
	FY 2017-2018		FY 2018-2019		<u>FY 2019-2020</u>			
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue		
General Funds	\$0	\$0	\$0	\$0	\$0	\$0		
Cash Funds								
Federal Funds								
Other Funds								
Total Funds	\$0	\$0	\$0	\$0	\$0	\$0		

LB 559 requires a payment card network to exclude any separately-stated state and local taxes or fees from any interchange fee imposed by the network.

A payment card network is defined as an entity that provides services, infrastructure, and software to conduct debit card or credit card transaction authorization, clearance, and settlement that a merchant or seller uses in order to accept a form of payment for debit or credit transactions.

It is estimated that this bill would have no impact on the General Fund revenues.

It is estimated that there would be minimal costs to the Department to implement this bill.

Major Objects of Expenditure									
<u>Class Code</u>	Classification Title	17-18 <u>FTE</u>	18-19 <u>FTE</u>	19-20 <u>FTE</u>	17-18 <u>Expenditures</u>	18-19 <u>Expenditures</u>	19-20 <u>Expenditures</u>		
Benefits									
Operating Costs									
Travel									
Capital Outlay									
Aid									
Capital Improvements									
Total									