

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	108,700	202,500	104,003	175,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	108,700	202,500	104,003	175,000

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

LB328 would amend regulatory and licensure provisions relating to mortgage banker companies. In addition to existing licensure requirements for related companies, the bill would implement licensure requirements for individual mortgage loan originators. The bill establishes an initial license application fee of \$150 for mortgage loan originators as well as a \$125 annual license renewal fee to be paid to the Department of Banking and Finance. Additionally, the bill establishes a \$50 fee to accompany notification to the Department that a related regulated company has hired a licensed mortgage banker. The Department estimates the following cash fund revenue relating to the proposed fees:

	2009-10		2010-11		2011-12	
	Number	Revenue	Number	Revenue	Number	Revenue
Mortgage Loan Originator						
Initial License (\$150)	1,350	202,500	150	22,500	150	22,500
License Renewal (\$125)	-0-	-0-	1,100	137,500	1,100	137,500
Notice of Employment (\$50)	-0-	-0-	300	15,000	300	15,000
		202,500		175,000		175,000

The Department's revenue projections appear to be reasonably estimated although based on somewhat limited information.

Additional licensure application and administration as well as regulatory enforcement workload increases are anticipated by the Department as the result of the provisions of LB328. The agency estimates related workload would necessitate an additional administrative assistant to process licensure applications and notices of employment as well as to monitor completion of continuing education required of licensees under provisions of the bill. The agency also estimates that increased regulatory enforcement actions will ensue with licensure of individual mortgage loan originators and indicates related workload would justify employment of an additional staff attorney. The agency's estimates of workload / staffing requirements generally appear reasonable. Identified cost estimates include:

Personnel:	2009-10	2010-11
Administrative Assistant	27,325	28,117
Staff Attorney	45,350	46,665
Benefits	24,025	24,721
Subtotal Personnel	96,700	99,503
Operating & Travel	2,500	4,500
Furnishings & Equipment	9,500	0
TOTAL	108,700	104,003

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Gary Bush	DATE	2/6/09	PHONE	471-2526
COMMENTS					
BANKING AND FINANCE – Agree with estimate of impact.					