

PREPARED BY: Eric Kasik
 DATE PREPARED: January 16, 2024
 PHONE: 402-471-0053

LB 1136

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	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.

LB1136 increases the civil fine allowable for violations of the act from \$2500 to \$5000 or the commission earned during the transaction for which the violation occurred. The bill clarifies the requirements for errors and omissions insurance.

Pursuant to Article VII, Section 5 of the Nebraska Constitution all fines levied by the commission go to support the common schools. In FY 23, there were \$ 17,800 in fines levied. This number would increase with this bill, however there would be no additional costs to the agency to administer.

No Fiscal Impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1136	AM:	AGENCY/POLT. SUB: Real Estate Commission	
REVIEWED BY: Ryan Walton	DATE: 1/17/2024	PHONE: (402) 471-4174	
COMMENTS: The Real Estate Commission's assessment of fiscal impact from LB 1136 appears reasonable.			

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

2024

LB⁽¹⁾ LB1136

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Real Estate Commission

Prepared by: ⁽³⁾ Greg Lemon Date Prepared: ⁽⁴⁾ 11/15/2024 Phone: ⁽⁵⁾ 402 471-2004

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</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:

LB 1136 would increase the amount the Commission could assess as a civil fine in real estate license disciplinary cases. The Current limit is \$2,500 per complaint, the new limit would be \$5,000 per complaint or the amount of the commission earned by the licensee in the transaction from which the complaint arises, whichever is greater. Pursuant to Article VII, Section 5 of the Nebraska Constitution all such fines go to support the common schools. The Commission assessed \$17,800 in civil fines in FY22-23. Presumably this total would increase under the increased authority under the bill, but any increase would be dependent upon the number of complaints in which a penalty is assessed (variable from year to year) and the amount of the fines assessed (determined by the Commission on a case by case basis). There would be no additional costs to administer the bill.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25 EXPENDITURES</u>	<u>2025-26 EXPENDITURES</u>
	<u>24-25</u>	<u>25-26</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____