Scott Danigole February 02, 2021 471-0055

LB 621

Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
	FY 2021-22		FY 2022-23		
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE	
GENERAL FUNDS	\$174,298		\$176,947		
CASH FUNDS					
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS	\$174,298		\$176,947		

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

LB 621 is the Social Media Fairness Act.

Under the Act, if an individual or business in Nebraska has a dominant social media web site account disabled, suspended, or censored by a dominant social media web site, the dominate social media web site must provide electronic notice to such individual or business user within thirty days after taking such action. The notice must adequately explain why the account was suspended, disabled, or censored. If the owner or operator of the dominant social media web site would have violated the First Amendment had the owner or operator of the dominant social media web site been a government actor, the owner or operator shall be fined one hundred thousand dollars per violation. Such action for a fine shall be initiated and collected by the Attorney General. All fines collected by the Attorney General pursuant to this section shall be remitted to the State Treasurer for distribution in accordance with Article VII, section 5, Constitution of Nebraska.

The Attorney General estimates the need for 2.0 FTE to address the provisions of LB 621. This is due to the frequency of disabled, suspended, or censored social media accounts. There is no basis to disagree with this estimate.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 621	AM:	AGENCY/POLT. SUB: Nebraska Attorney General (11)			
REVIEWED BY: Joe Wilcox		DATE: 02/01/2021	PHONE: (402) 471-4178		
COMMENTS: No basis to dispute the Nebraska Attorney General estimate of potential Fiscal Impact to the Agency from LB 621.					

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

LB ⁽¹⁾ 621						FISCAL NOTE
State Agency OR Political Subdivision Name: ⁽²⁾			Attorney General			
Prepared by: ⁽³⁾	Josh S	hasserre	Date Prepared: ⁽⁴⁾	1-29-21	Phone: (5)	402-471-2687
	ES	STIMATE PROVID	DED BY STATE AGENO	CY OR POLITICAL S	JBDIVISIO	DN
				EV ac ac		
		EXPENDITURES	<u>2021-22</u> <u>REVENUE</u>	EXPENDITUR	<u>FY 2022</u> RES	<u>REVENUE</u>
GENERAL FUNDS 174,298.		174,298.		176,947.		
CASH FUNDS						
FEDERAL FUNI	DS					
OTHER FUNDS						
TOTAL FUNDS <u>174,298.</u>			176,947.			

Explanation of Estimate:

The new Act proposed by LB621 places duties upon the Attorney General to determine potential First Amendment violations, assess a fine, and collect such a fine for remittance to the Common Schools Fund. Given the apparent frequency of disabling, suspending, or censoring of social media sites as defined by the bill, the Nebraska Department of Justice would require an additional Assistant Attorney General and at least one additional legal support employee.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE					
Personal Services:					
	NUMBER OF POSITIONS		2021-22	2022-23	
POSITION TITLE	21-22	22-23	EXPENDITURES	EXPENDITURES	
Assistant Attorney General	1.0	1.0	75,000.	76,500.	
Legal Assistant	1.0	1.0	40,000.	40,800.	
Benefits			59,298.	59,647.	
Operating					
Travel					
Capital outlay					
Aid					
Capital improvements					
TOTAL			174,298.	176,947.	