

PREPARED BY: Nikki Swope  
DATE PREPARED: January 30, 2025  
PHONE: 402-471-0042

**LB 473**

Revision: 00

# FISCAL NOTE

## LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS		\$107,500		\$122,500
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$107,500		\$122,500

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

LB 473 would increase the fees under the Nebraska Money Transmitters Act. Initial Money Transmitter application fees would increase by \$500 over the current fee to total \$1,500. Renewal Money Transmitter application fees would also increase by \$500 and thus would be set at \$750. Additionally, a new change of control application fee of \$1,500 would be established. All funds under the Act would be remitted to the Financial Institution Assessment Cash Fund.

The proposed bill would go into effect on October 1, 2025 so for FY 2025-26, the fees would only be collected for a partial year (October-June). Based on current applicant trends, it is anticipated that initial application fees would increase revenue by \$10,000; renewal application fees would increase revenue by \$90,000; and the new change of control application fees would increase revenue by \$7,500.

For the full year in FY 2026-27, based on current applicant trends, it is anticipated that initial application fees would increase revenue by \$15,000; renewal application fees would increase revenue by \$100,000; and the new change of control application fees would increase revenue by \$7,500.

There is no basis to disagree with these estimates.

### ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 473	AM:	AGENCY/POLT. SUB: Department of Banking and Finance	
REVIEWED BY: Ryan Walton		DATE: 1/30/2025	PHONE: (402) 471-4174
COMMENTS: The Department of Banking and Finance's assessment of fiscal impact from LB 473, appears reasonable.			

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**2025**

**LB<sup>(1)</sup> 473**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Banking and Finance

Prepared by: <sup>(3)</sup> Shauna Paolini Date Prepared: <sup>(4)</sup> 8-29-24 / 1-27-25 Phone: <sup>(5)</sup> 402-471-4954

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<b><u>FY 2025-26</u></b>		<b><u>FY 2026-27</u></b>	
	<b><u>EXPENDITURES</u></b>	<b><u>REVENUE</u></b>	<b><u>EXPENDITURES</u></b>	<b><u>REVENUE</u></b>
GENERAL FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
CASH FUNDS	<u>                    </u>	<u>107,500</u>	<u>                    </u>	<u>122,500</u>
FEDERAL FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
OTHER FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL FUNDS	<u>                    </u>	<u>107,500</u>	<u>                    </u>	<u>122,500</u>

**Explanation of Estimate:**

Initial application fees would be set at \$1,500, an increase of \$500 over the current fee. The proposed bill would go into effect October 1, 2025, so no change for FY 2024-2025; 20 new applicants in FY 2025-2026 (because the increase would only go into effect after October 1, 2025); and 30 new applicants in FY 2026-2027, based on current applicant trends. This will result in no changes in FY 2024-2025; an increase of \$10,000 in FY 2025-2026; and an increase of \$15,000 in FY 2026-2027.

Renewal application fees would be set at \$750, an increase of \$500 over the current fee. Renewals are at calendar year end, so no change for FY 2024-2025. For FY 2025-2026, it is estimated that 180 licensees will renew (186 current+ new applicants in the remainder of FY 2024-2025 less 20--the usual number of non-renewals), for an increase in revenue of \$90,000. For FY 2026-2027, it is estimated that 200 licensees will renew (2025, 2026, and first half of 2027 licensees – usual number of non-renewals), for an increase in revenue of \$100,000.

A new change of control application fee of \$1,500 would be established. The proposed bill would go into effect October 1, 2025, so no change for FY 2024-2025. Based on prior applications for a change of control, it is estimated there would be 5 in FY 2025-2026; and 5 in FY 2026-2027 resulting in an increase in revenue of \$7,500 for FY 2025-2026 and an increase in revenue of \$7,500 for FY 2026-2027.

All funds under the Act would be remitted to the Financial Institution Assessment Cash Fund.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26</u>	<u>2026-27</u>
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				