

PREPARED BY: Phil Hovis  
 DATE PREPARED: February 18, 2014  
 PHONE: 471-0057

**LB 880**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2014-15</b>		<b>FY 2015-16</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	2,200		500	
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>2,200</b>		<b>500</b>	

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

LB880 would require a business to provide notice, as specified, to customers using debit cards with respect to any preauthorization hold to be initiated upon the customers' debit cards.

The bill requires the Department of Banking and Finance to work with interested parties to develop a consumer awareness brochure that explains preauthorization hold practices. The Department is to make the brochure available, at no cost, to financial institutions and business entities. The Department estimates \$2,200 would be incurred in costs to compile, print and distribute the brochures in 2014-15 and estimates \$500 would be incurred in costs to print and distribute additional brochures in 2015-16. Estimated costs appear reasonable and would appear to be at amounts which could be accommodated within the level of funds appropriated to the agency for 2015-16.

The bill further directs the Attorney General to file a report with the Legislature's Banking, Commerce and Insurance Committee by January 31, 2016. The report is to identify the number of consumer complaints received by the Attorney General between January 1, 2015 and December 31, 2015 regarding preauthorization hold practices. The Attorney General estimates requirements of LB880 to represent no fiscal impact.

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 880	AM:	AGENCY/POLT. SUB: Dept. of Banking	
REVIEWED BY: Gary Bush		DATE: January 10, 2014	PHONE: 471-4161
COMMENTS: Concur with the Department of Banking estimate of impact.			

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

**2014**

**LB<sup>(1)</sup> 880**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup>

Department of Banking & Finance

Prepared by: <sup>(3)</sup>

Margo Sawyer

Date Prepared: <sup>(4)</sup>

1/22/14

Phone: <sup>(5)</sup>

471-4954

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

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	2,200	2,200	500	500
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>2,200</b>	<b>2,200</b>	<b>500</b>	<b>500</b>

**Explanation of Estimate:**

The Department estimates that it would take 80 hours in staff time to develop the brochures. The Department would seek the assistance of an SOS Temporary Employee to assist with the development of the brochures at an estimated cost of \$1,200. The estimated printing cost of the brochures is \$1,000. The Department estimates an additional cost of \$500 the second fiscal year to print additional brochures. The brochures would be made available at cost to financial institutions and business entities.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15</u>	<u>2015-16</u>
	<u>14-15</u>	<u>15-16</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			2,200	500
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<b>2,200</b>	<b>500</b>

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

2014

LB<sup>(1)</sup> 880

FISCAL NOTE

State Agency OR Political Subdivision Name: <sup>(2)</sup> Attorney General

Prepared by: <sup>(3)</sup> Lynne Fritz Date Prepared: <sup>(4)</sup> 1-16-14 Phone: <sup>(5)</sup> 402-471-2687

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No Fiscal Impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2014-15	2015-16
	14-15	15-16	EXPENDITURES	EXPENDITURES
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____