

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: HB 315 HLS 15RS 1072

Bill Text Version: ORIGINAL

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Table with 2 rows and 2 columns. Row 1: Date: April 7, 2015 2:58 PM, Author: PONTI. Row 2: Dept./Agy.: Financial Institutions, Analyst: Travis McIlwain. Subject: Check-cashers.

FINANCIAL INSTITUTIONS OR +\$138,200 SG RV See Note Page 1 of 1
Provides relative to licensing fees for check-cashers

Proposed bill increases the nonrefundable license application fee for check-cashers from \$350 to \$450. Proposed bill increases the annual license renewal fee for check-cashers from \$250 to \$350.

Table with 7 columns: EXPENDITURES, 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.
Table with 7 columns: REVENUES, 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

The proposed bill is anticipated to result in a projected revenue increase of approximately \$140,000 in FY 16 increasing in subsequent fiscal years up to approximately \$150,000 in FY 20. This legislation impacts check-cashers and increases the a license application fee by \$100 (from \$350 to \$450) and increases the annual license renewal fee by \$100 (from \$250 to \$350). The revenue projection is based upon the average number of new applications per year of (59), the number of licensees renewing (1,323) and a typical 98% license renewal rate of license holders. See calculations below.

FY 16: (59 + 1,323) x \$100 = \$138,200
FY 17: (59 + 1,323) x 98% = 1,354; (1,354 + 59) x \$100 = \$141,300
FY 18: (59 + 1,354) x 98% = 1,385; (1,385 + 59) x \$100 = \$144,400
FY 19: (59 + 1,385) x 98% = 1,415; (1,415 + 59) x \$100 = \$147,400
FY 20: (59 + 1,415) x 98% = 1,444; (1,444 + 59) x \$100 = \$150,300

Senate Dual Referral Rules House
13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}
6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S}
6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}
Gregory V. Albrecht
Chief Economist