



LEGISLATIVE FISCAL OFFICE  
Fiscal Note

Fiscal Note On: **HB 315** HLS 15RS 1072

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 20, 2015	4:12 PM	<b>Author:</b> PONTI
<b>Dept./Agy.:</b> Financial Institutions		
<b>Subject:</b> Check-cashers		<b>Analyst:</b> Travis McIlwain

FINANCIAL INSTITUTIONS

EG +\$138,200 SG RV See Note

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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.

EXPENDITURES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$138,200	\$141,300	\$144,400	\$147,400	\$150,300	\$721,600
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$138,200	\$141,300	\$144,400	\$147,400	\$150,300	\$721,600


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

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