

**FISCAL NOTE**  
**Requested by Legislative Council**  
**12/26/2012**

Bill/Resolution No.: HB 1084

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

|                       | 2011-2013 Biennium |             | 2013-2015 Biennium |             | 2015-2017 Biennium |             |
|-----------------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
|                       | General Fund       | Other Funds | General Fund       | Other Funds | General Fund       | Other Funds |
| <b>Revenues</b>       | \$0                | \$0         | \$0                | \$0         | \$0                | \$0         |
| <b>Expenditures</b>   | \$0                | \$0         | \$0                | \$136,000   | \$0                | \$0         |
| <b>Appropriations</b> | \$0                | \$0         | \$0                | \$0         | \$0                | \$0         |

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

|                         | 2011-2013 Biennium | 2013-2015 Biennium | 2015-2017 Biennium |
|-------------------------|--------------------|--------------------|--------------------|
| <b>Counties</b>         | \$0                | \$0                | \$0                |
| <b>Cities</b>           | \$0                | \$0                | \$0                |
| <b>School Districts</b> | \$0                | \$0                | \$0                |
| <b>Townships</b>        | \$0                | \$0                | \$0                |

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

To provide licensing on a nationwide web-based licensing system.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

The Department would like to convert all of our consumer division licensees to a nationwide licensing system; the system we contemplate using is owned and operated by the Conference of State Bank Supervisors. We currently use a nationwide system to license and track mortgage originators and money brokers. The nationwide system is a web-based system which would allow state-licensed entities to apply for, amend, update or renew a license online for all participating state agencies using a single set of uniform applications. The Department upgraded our records management system to be able download information from this nationwide system for our money brokers and mortgage loan originators in 2009. The license types to be converted to this system include collection agencies, deferred presentment service providers, money transmitters, and debt settlement companies. If this legislation should pass the Department would have to upgrade records management to download information for these licensees? from the nationwide system. The project includes interfacing DFI's Record Management System with data from the nationwide licensing system. The Application/Licenses for consumer licensees' would be entered/maintained using the nationwide licensing system's secure internet web site. Some of the data would need to be imported into the Oracle table(s) for our agency to be able to process Complaints and/or Exams for this data in the Department's Records Management PowerBuilder system.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

If this bill passes there will be no revenue affected in the executive budget.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The cost is an estimate to provide a download information for these licensees' from the nationwide system. This estimate is \$136,000 and the work would be completed by ITD. The Department of Financial Institutions has included the amount in the Contingency line item.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

N/A

**Name:** Joan Becker

**Agency:** Department of Financial Institutions

**Telephone:** 7013289958

**Date Prepared:** 12/27/2012