FISCAL NOTE
HOUSE BILL NO. 1393
LC# 25.1073.02000
02/13/2025

1 - 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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				$43,000		$43,000
Expenditures				$14,500		$14,500
Appropriations				$14,500		$14,500

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

Earned Wage Access (EWA) is a financing product which allows workers early access to their earned wages. These products may have higher than average costs to the consumer. In some ways they are similar to a deferred presentment service product, also known as payday loans.

4 - Fiscal Impact Sections Detail

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.

HB 1393 will establish licensing, investigation, and examination authority over earn wage access. Regulating EWA companies including licensing and examining is comparable to payday lending and adds staff time and costs. Investigations will be conducted as needed and examinations will be conducted in accordance with industry standards; at least one examination per company every five years. Estimated biennial operating costs is $14,500. Estimated biennial revenue based on expected licensing volume is $43,000.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

The department is a special fund agency. The expected fiscal impact of this bill will be partially offset through licensing and examination revenue. Revenue is based on the estimated licensing volume. Examination fees are paid by the licensee and will reflect actual costs incurred. Examinations will be conducted based on industry standard, which is once every five years.

Application fees: $13,600
Licensing fees: $14,400
Examination fees: $15,000

Total estimated revenue per biennium: $43,000

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

Travel: $14,500
Total Expenditures: $14,500

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.

Travel: $14,500

Total Appropriations: $14,500

The above appropriations are not a part of the executive budget.

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