

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 171** SLS 18RS 449

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> March 14, 2018 7:03 AM	<b>Author:</b> THOMPSON
<b>Dept./Agy.:</b> Office of Financial Institutions	<b>Analyst:</b> Alan M. Boxberger
<b>Subject:</b> Provides relative to consumer loans	

FINANCIAL INSTITUTIONS

OR SEE FISC NOTE SG RV

Page 1 of 1

Provides relative to consumer loans. (gov sig)

Present law provides relative to the licensing of persons who make consumer loans, specifying that no person shall acquire or control a consumer loan license through the acquisition or control of more than 50% or more of the ownership interest in a licensee without first having obtained written approval from the Commissioner of the Office of Financial Institutions, pursuant to an application for a change of control in ownership filed in the prescribed manner and accompanied by a fee of \$300.

Proposed law lowers the relevant ownership interest amount from 50% or more to 25% or more. Proposed law removes the requirement that any person who acquires or anticipates acquiring a 75% interest in a licensee file for a new license prior to acquiring ownership of said interest either incrementally or over a period of time or as one transaction.

<b>EXPENDITURES</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

The Office of Financial Institutions (OFI) does not anticipate a material change in revenues as a result of proposed law. OFI reports that the number of individuals applying for a new license subsequent to acquiring a 75% ownership interest in a licensee generally numbers 2 or fewer. To the degree that lowering the relevant ownership interest amount from 50% or more of a licensee to 25% or more may generate additional application fees to the OFI in an amount of \$300 each. The number of such applications that may be submitted on an annual basis is indeterminable, but OFI indicates that it does not anticipate a material change in applications.

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Evan Brasseaux*

**Evan Brasseaux**  
**Staff Director**