

Updated for all amendments adopted to date.

# FISCAL NOTE

## LEGISLATIVE FISCAL ANALYST ESTIMATE

### ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 504, as amended, is the Age-Appropriate Online Design Code Act.

Section 2 provides definitions for the act.

The amended bill does not apply to the following:

- A federal, state, tribal, or local government entity in the ordinary course of its operations;
- Personal data subject to a statute or regulation that is controlled by a covered online service that is required to comply with certain other acts and laws; and,
- Information, including, but not limited to, personal data, collected as part of a clinical trial subject to the federal policy for the protection of human subjects.

Under AM 856, a covered online service shall provide each covered minor with accessible and easy-to-use tools to limit others from communicating with the covered minor, prevent others from viewing personal data, and other similar features.

Section 5 requires a covered online service to only collect and use the minimum amount of a user's personal data necessary to provide the specific elements of an online service with which a user has knowingly engaged. Personal data shall only be retained as long as necessary to provide the specific elements of an online service with which a user has knowingly engaged. Certain other restrictions are enumerated in LB 504.

Section 6 requires a covered online service to provide parents with tools to help parents protect and support minors using covered design features of the covered online service.

Sections 7 and 8 require a covered online service to establish mechanisms for covered minors and parents to report harms on covered online services. Additionally, a covered online service is prohibited from facilitating advertisements for prohibited products, such as narcotic drugs, tobacco products, gambling, and alcohol, to covered minors.

Under section 9 any violation of the act constitutes a deceptive trade practice under the Uniform Deceptive Trade Practices Act.

Section 10 provides an operative date of January 1, 2026.

The Attorney General estimates no fiscal impact. There is no basis to disagree with this estimate.

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2025

LB<sup>(1)</sup> 504

FISCAL NOTE

State Agency OR Political Subdivision Name: <sup>(2)</sup> Attorney General

Prepared by: <sup>(3)</sup> Darrin Schultz Date Prepared: <sup>(4)</sup> 4-10-25 Phone: <sup>(5)</sup> 402-471-2687

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

No Fiscal Impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				