

Revised on 4/30/13 to reflect amendments adopted through 4/29/13.

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2013-14</b>		<b>FY 2014-15</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS	\$96,395		\$75,324	
CASH FUNDS	\$38,000			
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$134,395</b>		<b>\$75,324</b>	

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

LB 93 provides for the notation of the word “veteran” on a motor vehicle operator’s license or state identification card if an applicant indicates his or her wish to include such notation on a license or identification card. The provision is effective July 1, 2014. The Department of Motor Vehicles indicates there will need to be modifications to the driver license issuance system by the current contractor to accommodate the notation. The estimated one-time computer programming expense is \$38,000 of cash funds in FY2013-14. Changes necessary to the driver license information system can be handled with existing resources.

Applicants who opt to obtain a replacement operator’s license or identification card to add or remove the notation authorized in the bill will pay the fees currently designated in state statute which should cover the costs of reissuance. It is assumed most individuals will wait to add the notation at the time an operator’s license or state identification is renewed, so any increase in reissuance costs and revenues are projected to be minimal.

The bill also requires the Department of Veterans Affairs (DVA) to create and maintain a registry of Nebraska residents who are veterans. The registry is to be used to assist the Department of Motor Vehicles in identifying individuals who are eligible to have the word “veteran” on their license or state identification card pursuant to the bill.

The DVA assumes that 20% of the state’s estimated 140,000 veterans, or 28,000 individuals, would apply during the first year of the program to be in the registry. Subsequent years would have a fewer number of applicants. The department estimates the need for an Administrative Assistant to maintain the registry. In the initial year, FY2013-14, an additional SOS temporary data entry operator will be needed for six months. The estimated general fund fiscal impact for the registry is \$96,395 in FY2013-14 and \$75,324 in FY2014-15. The cost estimates assume promotional materials will be sent to veterans and the use of current software.

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
<b>LB: 93</b>	AM:	<b>AGENCY/POLT. SUB Department of Motor Vehicles (024)</b>	
REVIEWED BY: David Spatz		DATE: February 28, 2013	PHONE: 471-4179
COMMENTS: Concur with the Department of Motor Vehicles analysis and estimate of increased cash fund expenditures fiscal impact to the agency..			

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

Prepared by: Gary Ryken      Date Prepared: 30-Apr-13      Phone: 471-3902      Fax: 471-9594  
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**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	FY 2013-2014		FY 2014-2015	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$ 38,000			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$ 38,000	\$ -	\$ -	\$ -

Explanation of Estimate:

LB 93 allows for a notation of veteran on operators' licenses and state identification cards. Modifications to digital driver license issuance system and the AS/400 Driver License Information System (DLIS) will be necessary. Changes to the DLIS system can be managed with current appropriation. The modifications to the driver license issuance system must be done by the issuance contractor, MorphoTrust. Estimates by the contractor for similar modifications were \$38,000.

MAJOR OBJECTS OF EXPENDITURE				
POSITION TITLE	NUMBER OF POSITIONS		FY 2013-2014	FY 2014-2015
	13-14	14-15	EXPENDITURES	EXPENDITURES
IT Applications Developer				
Benefits				
Operating			\$ 38,000	
Travel				
Capital Outlay				
Aid				

Capital Improvements	.....		
Total	.....	<u>\$ 38,000</u>	<u>\$ -</u>

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2013

LB<sup>(1)</sup> 93  
(AM762) FISCAL NOTE

State Agency OR Political Subdivision Name: (2)

NEBRASKA DEPARTMENT OF VETERANS' AFFAIRS

Prepared by: (3) GARY MAIXNER Date Prepared: (4) APRIL 4, 2013 Phone: (5) 402-471-2458

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	96,395.00		75,324.00	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	96,395.00		75,324.00	

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

The creation and maintenance of a registry of residents of Nebraska meeting the requirements for Military Honor License Plate and Veteran designation on their operator's license or state identification card would have a fiscal impact on the Nebraska Department of Veterans Affairs, Agency 28.

Assuming that 20% of the states approx. 140,000 veteran population were to apply during the first year of this program, 28,000 applications for eligibility determination and placement in the registry may be received. It is further estimated that this number would include an initial rush by the veteran population to take advantage of this program. Subsequent years would not likely have the same amount of applicants. Estimated workload creating and maintaining this registry would require additional staffing within the agency. Assuming the workload amount and type of information being worked with, an Administrative Assistant I position would be appropriate. Also in order to meet the demands of an initial high workload an SOS Temp Data Entry Operator for 6 months is estimated.

Current software(VETRASPEC) in use by the agency can be utilized in accomplishing the requirements of this bill, however some additional programming and other operating expenses will be necessary.

Operating expenses for 2013-2014 include

- \$15,500 for additional printing, postage and e-mail
- \$2,000 additional programming to our current record keeping software (VETRASPEC)
- \$10,000 for promotional and application materials
- \$798 for 2 additional licenses for users to VETRASPEC

Operating expenses for 2014-2015 include

- \$15,500 for additional printing, postage, and e-mail
- \$3,000 for promotional and application materials
- \$798 VETRASPEC licenses
- \$1000 Annual fee for system customization to run and e-mail registry report daily

Capital outlay includes costs to set up a workstation for new created position including a PC, Scanner, and printer. Current space and desk layout is adequate and available for additional personnel.

The additional staffing requirements also create a need for a corresponding increase in PSL of \$36,127.00 for 13-14 and \$37,031.00 for 14-15.

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**MAJOR OBJECTS OF EXPENDITURE**

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**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Administrative Assistant I	<u>1</u>	<u>1</u>	<u>36,127.00</u>	<u>37,031.00</u>
SOS Data Entry Operator	<u>.5</u>		<u>12,474.00</u>	
Benefits.....			<u>17,556.00</u>	<u>17,995.00</u>
Operating.....			<u>28,298.00</u>	<u>20,298.00</u>
Travel.....				
Capital outlay.....			<u>1940.00</u>	
Aid.....				
Capital improvements.....				
TOTAL.....			<u>96,395.00</u>	<u>75,324.00</u>