

PREPARED BY: Mike Lovelace
 DATE PREPARED: January 25, 2013
 PHONE: 471-0050

LB 137

Revision: 01

Revised to correct appearance of the University response.

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(96,324)		(96,324)
CASH FUNDS		See Below		See Below
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 137 creates the State Fleet Card Program and creates a new fund, the State Fleet Card Distribution Fund, to allow rebates to be distributed back to fleet card users. The Department of Roads shall administer the fleet card program on behalf of political subdivisions and state government other than the University of Nebraska under a contract through the State Treasurer. The University of Nebraska will administer their own program.

It appears that LB 137 simply codifies a state fleet card program that is already in place, with one exception. That exception is that any rebates received are to be distributed proportionally back to the agencies and political subdivisions using the fleet cards. Currently these rebates are deposited into the General Fund.

Based on the total rebates earned in 2012 the annual revenue loss to the General Fund will be approximately \$96,324. This \$96,324 will now be distributed to the fleet card using agencies and political subdivisions. Since the bill has the emergency clause it is possible that this redistribution of rebates from the General Fund to the fleet card users will start in FY2012-13 depending on when the bill is passed and signed by the Governor.

No expenditure impact is expected since the State Fleet Card Program is already in existence and operating.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 137	AM: AD	AGENCY/POLT. SUB: Department of Administrative Services – Transportation Services Bureau	
REVIEWED BY: David Spatz		DATE: January 22, 2013	PHONE: 471-4179
COMMENTS: Concur with agency's analysis of increased revenue fiscal impact from potential receipt of rebates and no increase in expenditures fiscal impact. The bill as proposed would have a negative fiscal impact to the State General Fund. For example, as pointed out in the Treasurer Office's fiscal note, the rebate credited to the General Fund for calendar year - 2012 was \$96,324. Revenue currently from the fleet card rebate going to the State General Fund would be distributed amongst participating agencies in the state fleet card program based on the volume spent resulting in an increased revenue fiscal impact to each individual agency. The bill would not require an increase in appropriations for any of the participating agencies.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 137	AM:	AGENCY/POLT. SUB: State Treasurer	
REVIEWED BY: David Spatz		DATE: January 22, 2013	PHONE: 471-4179
COMMENTS: Concur that there would not be any fiscal impact to the Treasurer's Office. The bill as proposed would have a negative fiscal impact to the State General Fund. For example, as pointed out in the Treasurer Office's fiscal note, the rebate credited to the General Fund for calendar year 2012 was \$96, 324. Revenue currently from the fleet card rebate going to the State General Fund would be distributed amongst participating agencies in the state fleet card program based on the volume spent resulting in an increased revenue fiscal impact to each individual agency. The bill would not require an increase in appropriations for any of the participating agencies.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 137	AM: AD	AGENCY/POLT. SUB: University of Nebraska
REVIEWED BY: David Spatz	DATE: January 22, 2013	PHONE: 471-4179
COMMENTS: Concur with agency's analysis and estimate of increased revenue fiscal impact from potential receipt of rebates. The bill as proposed would have a negative fiscal impact to the State General Fund. For example, as pointed out in the Treasurer Office's fiscal note, the rebate credited to the General Fund for calendar year - 2012 was \$96,324. Revenue currently from the fleet card rebate going to the State General Fund would be distributed amongst participating agencies in the state fleet card program based on the volume spent resulting in an increased revenue fiscal impact to each individual agency. The bill would not require an increase in appropriations for any of the participating agencies.		

2013 Legislative Bill Proposal Fiscal Note

Bill #: 137

State Agency: Administrative Services-Transportation Services Bureau

Prepared by: Steve Sulek

Date Prepared: 01/14/13

Phone: 402-471-2829

Estimate of Fiscal Impact – State Agencies

	FY 2013-14		FY 2014-15	
	Expenditures	Revenue	Expenditures	Revenue
General Funds				
Cash Funds				
Federal Funds				
Other Funds				
Total Funds	0	0	0	0

Explanation of Estimate:

LB 137 establishes a state fleet card program and creates a distributive fund. The fleet card program will be administrated separately by the University of Nebraska and the Department of Roads under a contract through the State Treasurer. The fleet card will be utilized as a payment card for gasoline, diesel, other fuels, and vehicle maintenance. Potential rebates received under the terms of the contract are to be distributed to the program participants consistent with volume spent.

Administrative Services, Transportation Services Bureau will participate in the state fleet card program. The bill as proposed would provide for the potential receipt of rebates and would not require an increase in expenditures.

Administrative Services does not anticipate any negative fiscal impact.

Major Objects of Expenditure

Personal Services:

Position Title:	Number of Positions			FY 2013-14	FY 2014-15
	13-14	14-15		Expenditures	Expenditures
Benefits					
Operating					
Travel					
Capital Outlay					
Aid					
Capital Improvements					
TOTAL					

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 137 FISCAL NOTE

State Agency OR Political Subdivision Name: (2) State Treasurer

Prepared by: (3) Jason Walters Date Prepared: (4) January 17, 2013 Phone: (5) 402-471-2793

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

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

Explanation of Estimate:

Currently the Treasurer's Office transfers the fleet card rebate to the general fund. The transfer done in 2012 was for \$96,324.08. LB 137 would allow the Treasurer's Office to distribute this amount to each agency that used a fleet card, based on the amount spent by each agency. The entire rebate amount would be split among various agencies, instead of going to the general fund. There is not a fiscal impact to the Treasurer's Office.

MAJOR OBJECTS OF EXPENDITURE

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>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 137 FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ University of Nebraska

Prepared by: ⁽³⁾ Michael Justus Date Prepared: ⁽⁴⁾ January 15, 2013 Phone: ⁽⁵⁾ 402-472-2191

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

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

Explanation of Estimate:

There is no added expense to the University as we already participate in the State's fleet management card program. We would potentially receive a minor amount of annual income due to the rebate provisions of the existing contract, likely in the \$3,000 - \$4,000 range.

MAJOR OBJECTS OF EXPENDITURE

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>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 137 FISCAL NOTE

State Agency OR Political Subdivision Name: (2) Nebraska Department of Roads

Prepared by: (3) Becky Fleming Date Prepared: (4) 1/18/13 Phone: (5) 402-479-4692

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	\$25,000	_____	\$25,000
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>\$25,000</u>	<u>_____</u>	<u>\$25,000</u>

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

Explanation of Estimate:

LB 137 creates the state fleet card programs, to be administered separately by the University of Nebraska and the Department of Roads. The LB also creates the State Fleet Card Distributive Fund.

LB 137 Section 1 states that Department of Roads would administer a fleet card program on behalf of state government and political subdivisions, other than the University of Nebraska, under a contract through the State Treasurer. Department of Roads is currently administering this fleet program. Therefore, no additional expenses are anticipated.

LB 137 Section 2 creates the State Fleet Card Distributive Fund and states that rebates shall be distributed by the State Treasurer, consistent with volume spent and contract terms. Based on historical fuel usage rates, a rebate of approximately \$25,000 is anticipated.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14 EXPENDITURES</u>	<u>2014-15 EXPENDITURES</u>
	<u>13-14</u>	<u>14-15</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>