

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2018-19</b>		<b>FY 2019-20</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS	\$9,631	\$7,750		\$15,500
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$9,631</b>	<b>\$7,750</b>		<b>\$15,500</b>

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

LB 1080 provides for the issuance of Wildlife Conservation license plates beginning on January 1, 2019. The plates may be either numerical or personalized message plates. Applicants for numerical plates must pay an additional initial and renewal fee of \$5 which is deposited into the Game and Parks Commission Educational Fund (GPCEF). Applicants for message plates pay an annual \$40 plate fee of which 75% is deposited in the GPCEF and 25% accrues to the Department of Motor Vehicles (DMV) Cash Fund.

All applicants for plates also pay the regular per plate fee, which is capped at \$3.50 by current statute. If the manufacturing cost of the plates exceeds the amount charged as a regular plate fee, then the difference between the manufacturing costs and the amount charged is credited to the Highway Trust Fund (HTF) instead of the GPCEF. The bill also has language providing for the plates to be designed to limit the manufacturing cost to equal to or less than the amount charged for the plates.

DMV Expenditures: LB 1080 increases expenditures of the DMV by \$9,631 of cash funds in FY2018-19 to modify the Vehicle Titling and Registration and plate management computer systems to accommodate the new Wildlife Conservation plates.

DMV estimates there may be about 1,000 sets of Wildlife Conservation plates sold based upon their experience with other specialty license plates. Using this estimate, it is assumed half of this number (500) will apply in the initial fiscal year. It is also assumed that 70% of the plates issued will be numerical and 30% will be personalized.

Assuming the manufacturing cost is equal to the price charged for a plate, then expenditures by the HTF and revenue received by the fund from plate charges will equal \$3,500 (\$7.00/set x 500 sets) in FY2018-19 and double this amount in FY20 when an estimated 1,000 plates are manufactured. If the manufacturing expense is higher than the amount charged for a regular plate, then the difference between the manufacturing costs and the amount charged is credited to the HTF instead of the GPCEF.

Revenues: Increased revenue from the \$5 annual fee for a Wildlife Conservation numerical plate and \$40 fee for a personalized plate will be deposited in the DMV Cash Fund and the GPCEF. The estimated revenue assuming 500 sets of plates are applied for in FY2018-19 and 1,000 sets are applied for in FY2019-20 is as shown below:

<u>TYPE OF PLATE</u>	<u>Fee</u>	<u>Est. # of Sets</u>	<u>Revenue 2018-19</u>	<u>Revenue 2019-20</u>
<b>FY19</b>				
Numerical Plate - GPCEF	\$5.00	350	\$1,750	
Personalized Plate - DMV CF	\$10.00	150	\$1,500	
Personalized Plate – GPCEF	\$30.00	150	\$4,500	
<b>FY20</b>				
Numerical Plate - GPCEF	\$5.00	700		\$3,500
Personalized Plate - DMV CF	\$10.00	300		\$3,000
Personalized Plate – GPCEF	\$30.00	300		\$9,000
<b>Total Est. Revenue</b>			<b>\$7,750</b>	<b>\$15,500</b>

The bill allows owners to apply to the county treasurer to transfer specialty plates from one owned vehicle to another. The application fee for the transfer is \$3. The fees are placed in the DMV Cash Fund. The number of transfers is unknown.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1080	AM:	AGENCY/POLT. SUB: Nebraska Game and Parks Commission	
REVIEWED BY:	Claire Oglesby	DATE:	2/05/18 PHONE: <a href="tel:4024714174">(402) 471-4174</a>
COMMENTS: The Nebraska Game and Parks Commission fiscal impact appears reasonable based on the assumptions provided.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1080	AM:	AGENCY/POLT. SUB: Department of Transportation	
REVIEWED BY:	Claire Oglesby	DATE:	2/02/18 PHONE: <a href="tel:4024714174">(402) 471-4174</a>
COMMENTS: I concur with the Department of Transportation's statement of no fiscal impact is anticipated.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1080	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles	
REVIEWED BY:	Claire Oglesby	DATE:	1/30/18 PHONE: <a href="tel:4024714174">(402) 471-4174</a>
COMMENTS: The Nebraska Department of Motor Vehicles calculation of fiscal impact appears reasonable based on the assumptions provided.			

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

**2018**

**LB<sup>(1)</sup> 1080**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Department of Motor Vehicles

Prepared by: <sup>(3)</sup> Bart Moore Date Prepared: <sup>(4)</sup> January 18, 2018 Phone: <sup>(5)</sup> (402)471-3902

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2018-19		FY 2019-20	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	13,231	1,500	3,600	3,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>13,231</u>	<u>1,500</u>	<u>3,600</u>	<u>3,000</u>

Explanation of Estimate:

**Program 070**

LB 1080 provides for the issuance of Wildlife Conservation License Plates. The plates will be available as an Alphanumeric or Message plate. The addition of the new plate type will require modification to the existing VTR and Plate Management Computer systems. It is estimated that 115 hours of programming will be necessary to modify the systems to accommodate the new type.

Computer Programming 115 hours @ \$83.75/hr. = \$9,631

**Program 090**

While it is difficult to estimate the number of Wildlife Conservation Plates will be sold, based upon past experience DMV estimates that 1,000 sets would be sold.

License Plate Production - 2,000 Plates (1,000 sets) \$3.60 each plate = \$7,200 – 50% Production FY19 = \$3,600 and 50% Production FY 20 = \$3,600

**Revenues Estimate 70% Numeric and 30% Message**

FY19 350 Numeric, 150 Message = DMV-\$1,500 & G&P-\$6,250

FY20 350 Numeric, 150 Message = DMV-\$1,500 & G&P-\$6,250

FY20 350 Numeric Renewals and 150 Message Renewals = DMV-\$1,500 & G&P-\$6,250

G&P = Game and Park Commission

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2018-19 EXPENDITURES	2019-20 EXPENDITURES
	18-19	19-20		
Benefits.....				
Operating.....			13,231	3,600
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			<u>13,231</u>	<u>3,600</u>

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

2018

**LB<sup>(1)</sup> 1080 Wildlife Conservation Plates**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Game and Parks Commission

Prepared by: <sup>(3)</sup> Patrick H. Cole Date Prepared: <sup>(4)</sup> 1/25/2018 Phone: <sup>(5)</sup> 402-471-5523

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2018-19		FY 2019-20	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	132,000	_____	246,000
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	132,000	=====	246,000

Explanation of Estimate:

The proposed legislation would create three new Wildlife Conservation Plates (depicting sandhill cranes, bighorn sheep and rainbow trout) that would be offered to vehicle owners in a similar fashion and price structure as the current Mountain Lion Conservation Plates. Revenues generated would be credited to the Game and Parks Commission Educational Fund, similarly to the Mountain Lion Conservation Plate. Each design would have two types of plates for issuance. Alphanumeric plates would provide five dollars to the Educational Fund for each plate issued. Personalized plates would cost an additional forty dollars, of which thirty dollars per plate issued would go to the Educational Fund. Applications for the new plates are expected to be available beginning January 1, 2019.

Revenue amounts will depend upon the number of plates issued (# Alphanumeric x \$5, and # Personalized x \$30). These amounts could be reduced if production costs exceed the amount charged.

Based on the recent history of Mountain Lion Conservation Plate sales, assuming a similar interest level in the new plate options and limited shift in design choice, \$246,000 annually could be realized, with approximately \$132,000 in the first FY since it would only have plates available for a partial year. The reported production/sales for 2017 showed approximately 54% of the sales/ordering prior to July.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2018-19	2019-20
	<u>18-19</u>	<u>19-20</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.

**2018**

**LB<sup>(1)</sup> 1080**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Transportation

Prepared by: <sup>(3)</sup> Becky Fleming Date Prepared: <sup>(4)</sup> 2/2/18 Phone: <sup>(5)</sup> (402) 479-4692

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2018-19		FY 2019-20	
	<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:

LB 1080 provides for Wildlife Conservation Plates. Each application for initial and renewal issuance of alphanumeric plates shall be accompanied with a five-dollar fee which is to be credited to the Game and Parks Commission Educational Fund. In addition, a fee of forty dollars for personalized plates will be collected for issuance or renewal of each plate where 25% of the fee will be distributed to the Department of Motor Vehicles Cash Fund and 75% of the fee to the Game and Parks Commission Educational Fund.

If the cost of manufacturing these plates exceeds the amount charged pursuant to section 60-3,102, the difference shall be credited first to the Highway Trust Fund with the remainder credited to the Game and Parks Commission Educational Fund.

No fiscal impact is anticipated to the Department.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____