

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2022-23</b>		<b>FY 2023-24</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS		see below		see below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		see below		see below

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

LB1149 would change the registration fee for motor vehicles powered by an alternative fuel. The current fee is \$75. For calendar year 2023, the fee would be \$93, for calendar year 2024 - \$111, for calendar year 2025 - \$130, for calendar year 2026 - \$145, and in calendar year 2027 and beyond - \$150. The fee will continue to be remitted to the Highway Trust Fund.

The Department of Motor Vehicles and Department of Transportation provided fiscal notes using different assumptions when accounting for the growth (10% vs 50%) in the number of vehicles where the fee would be paid. For the purposes of this fiscal note estimate, the average (30%) between the two agencies growth factor is being used to estimate increased revenue. The chart below provides fiscal year estimates.

<b>Increased Highway Trust Fund Revenue Estimates</b>				
<b>FY23</b>	<b>FY24</b>	<b>FY25</b>	<b>FY26</b>	<b>FY27</b>
\$34,435	\$123,968	\$267,353	\$472,033	\$704,009

Highway Trust fund revenue is divided between the Department of Transportation (53.3% - Highway Cash Fund) and Cities and Counties (46.6% - Highway Allocation Fund). As the amount of revenue increase is negligible when compared to the Total Highway Trust Fund revenue each fiscal year (ex. \$808,174,156 in FY21), no tangible impact is expected.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 1149	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles
REVIEWED BY: Patrick Redmond	DATE: 1/28/2022	PHONE: (402) 471-4181
COMMENTS: The Department of Motor Vehicles assessment of fiscal impact from LB 1149 appears reasonable.		

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 1149	AM:	AGENCY/POLT. SUB: Department of Transportation
REVIEWED BY: Patrick Redmond	DATE: 2/15/2022	PHONE: (402) 471-4181
COMMENTS: The Department of Transportation assessment of fiscal impact from LB 1149 appears reasonable.		

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

**2022**

**LB<sup>(1)</sup> 1149**

**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 26, 2022 Phone: <sup>(5)</sup> 402-471-3902

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2022-23</u>		<u>FY 2023-24</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	24,750	_____	78,750
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<u>_____</u>	<u>24,750</u>	<u>_____</u>	<u>78,750</u>

**Explanation of Estimate:**

There are currently 2,500 electric fueled vehicles currently registered and subject to the payment of the alternative fuel fee, government owned vehicles do not pay fee. The number of electric vehicles registered have grown by approximately 10% per year. Revenue estimates are calculated at 2,750 for FY 2022-23 and 3,000 for FY 2023-24. The fee will be \$93 during FY 2022-23 and \$111 for FY 2023-24. Revenues are calculated combining Fiscal Year fees and Calendar Year registrations.

Based on the above calculations the revenue collected will be:

\$24,750 for FY 2022-23  
 \$78,750 for FY 2023-24

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2022-23</u>	<u>2023-24</u>
	<u>22-23</u>	<u>23-24</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	_____	_____	_____	_____

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

**2022**

**LB<sup>(1)</sup> 1149**

**FISCAL NOTE**

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

Prepared by: <sup>(3)</sup> Jenessa Boynton Date Prepared: <sup>(4)</sup> 2/14/2022 Phone: <sup>(5)</sup> 402-479-4691

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2022-23</u>		<u>FY 2023-24</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	\$48,899	_____	\$146,698
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	\$42,793	_____	\$128,378
<b>TOTAL FUNDS</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>

**Explanation of Estimate:**

LB1149 changes the registration fee for alternative fuel-powered motor vehicles. The purpose of the alternative fuel registration fee is to assess a highway user fee in lieu of and to partially offset the decrease in motor fuel tax from these vehicles. The fees change to ninety-three dollars in 2023, one hundred eleven dollars in 2024, one hundred thirty dollars in 2025, one hundred forty-five dollars in 2026 and one hundred fifty dollars in 2027 and every year thereafter. The estimated fiscal impact assumes a steady growth in alternative fuel-powered vehicles that is consistent with recent trend growth.

The registration fees are remitted to the State Treasurer for credit to the Highway Trust Fund, which is shared between NDOT and cities/counties.

It is estimated that the Dept. of Transportation and cities/counties will have an increase in revenue as follows (may not add due to rounding):

Year	Fee	Estimated Increase to Trust Fund	Portion Allocated to NDOT	Portion Allocated to Cities/Counties
2022	\$75.00	\$0	\$0	\$0
2023	\$93.00	\$91,692	\$48,899	\$42,793
2024	\$111.00	\$275,076	\$146,698	\$128,378
2025	\$130.00	\$630,383	\$336,183	\$294,200
2026	\$145.00	\$1,203,459	\$641,804	\$561,654
2027	\$150.00	\$1,934,128	\$1,031,471	\$902,658

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2022-23</u>	<u>2023-24</u>
	<u>22-23</u>	<u>23-24</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>