

PREPARED BY: Samuel Malson  
 DATE PREPARED: January 31, 2021  
 PHONE: 402-471-0051

**LB 534**

Revision: 00

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2021-22</b>		<b>FY 2022-23</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS	\$157,000			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$157,000			

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

LB534 would allow the driver's license of Foreign Service Officers with the U.S. Department of State to remain valid throughout their term of active service outside of Nebraska, and no more than 60 days following their return. The bill would become operative three (3) calendar months after the end of the session.

The Department of Motor Vehicles estimates additional expenditures in the amount of \$157,000 in FY22 for significant programming changes within the current driver license division system. There is no basis to disagree with the DMV estimate.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 534	AM:	AGENCY/POLT. SUB: Nebraska Department of Motor Vehicles	
REVIEWED BY: Lucas Martin	DATE: 01/28/2021	PHONE: (402) 471-4181	
COMMENTS: No basis to disagree with the Department of Motor Vehicles' assessment of fiscal impact.			

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

**2021**

**LB<sup>(1)</sup> 534**

**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, 2021 Phone: <sup>(5)</sup> 402-471-3902

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

	<u>FY 2021-22</u>		<u>FY 2022-23</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	157,000	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>157,000</u>	_____	_____	_____

**Explanation of Estimate:**

There will be an increase in expenditures based on this legislation. This will require significant changes in programming within the current driver license division system. The DMV estimates 2,000 hours of programming will be necessary as a component of the system will need to be rewritten to accommodate a foreign address. This work will need to be performed by the OCIO as the department does not have resources available. The cost of this work will be \$157,000 based on our estimated hours and rates published by the OCIO. Based on the current language of the bill, these costs will be incurred in the first year of the biennium.

The DMV Cash Fund is not positioned to support this significant expenditure. Therefore, an alternative funding source will need to be identified to offset these costs should this legislation be enacted.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22</u>	<u>2022-23</u>
	<u>21-22</u>	<u>22-23</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	157,000	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	<u>157,000</u>	_____