

PREPARED BY: Shelly Glaser
 DATE PREPARED: February 10, 2023
 PHONE: 402-471-0052

LB 199

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	See below			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below			

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

LB199 amends Nebraska's Motor Vehicle Operator's License Act to provide driving privilege cards to federally authorized aliens whose identity can be established by their provided documentation.

The Nebraska Department of Motor Vehicles (NDMV) has indicated they would be able to complete about 400 hours of work in-house. Then, they would need to contract with OCIO for a Senior Developer at a cost of roughly \$190,000 (2,000 hrs. x \$95.00 hr.). Additionally, NDMV would need to pay an estimated \$300,000 for programming changes made by their card production contractor. Finally, there would be an estimated expense of \$5,500 for the production of approximately 1,000 cards (\$5.50 per card). These expenditures total \$495,500 in FY2023-24 only.

The NDMV has stated no fees for obtaining a driving privilege card are specified in LB199. Without any fees, there would need to be additional funding provided to cover the expenditures.

There is no basis to disagree with the fiscal impact provided by NDMV, as it seems reasonable.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:	199	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles
REVIEWED BY:	Lee Will	DATE:	1/22/2023
		PHONE:	(402) 471-4175
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.

2023

LB⁽¹⁾ 199

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Motor Vehicles

Prepared by: ⁽³⁾ Bart Moore Date Prepared: ⁽⁴⁾ January 12, 2023 Phone: ⁽⁵⁾ 402-471-3902

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	495,500	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>495,500</u>	_____	_____	_____

Explanation of Estimate:

The Department estimates this legislation will require 2,400 hours of programming time. We also estimate that 400 hours of this work will be completed by DMV employees leaving 2,000 to be contracted with the OCIO. The work will need to be completed by a Senior Developer at a rate of \$95.00 per hour as noted in the most recent Budget Instructions for FY 2023-24. The total amount of this contract will be \$190,000.

There will also be additional costs incurred by our card production contract for programming changes that they will be required to make to comply with this legislation. The estimated costs for this work will be \$300,000.

The DMV will have to pay our contractor for the cost of the cards being produced. The cost of the card is approximately \$5.50, with an estimated 1,000 cards issued. The additional cost to the DMV will be \$5,500.

Revenue is not able to be determined as the length of time for the license and applicable fee is not defined in the bill; as a result, an additional funding source will be necessary to recover the additional programming costs that will be required from this legislation.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24 EXPENDITURES</u>	<u>2024-25 EXPENDITURES</u>
	<u>23-24</u>	<u>24-25</u>		
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	495,500	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____