

Revised to reflect AM2939 to Committee AM790.

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$8,000			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$8,000			

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

LB484 as amended by Committee AM790 and AM2939, requires all initial and renewal applicants for motor vehicle dealer licenses to have completed Nebraska Motor Vehicle Industry Licensing Board (MVILB) authorized continuing education, within the 12 months preceding their application date. Initial applicants would be required to complete 8 hours, whereas renewal applicants would only need to complete 4 hours of continuing education. A proof of completion of the continuing education requirement (as decided upon by the MVILB) will need to accompany each dealer application covered under this act. This bill would give the MVILB the discretion to decide on and set the educational requirements for the continuing education.

Certain types of dealers would be exempt from this continuing education requirement such as:

- Licensed franchised new car dealers and their employees;
- Dealers whose core business is manufactured home dealers;
- Motor vehicle dealers whose primary business is selling salvage vehicles on behalf of motor vehicle insurers; and
- Dealers who only buy or sell trailers.

Additionally, LB484 would eliminate the requirement that the MVILB maintain an office in the State Capitol.

The operative date of this bill is January 1, 2026.

Expenditures:

The MVILB would need to contract with a vendor to add functionality to their online license application and online renewal application portals. The estimated cost of these programming expenses to update their licensing software for the new reporting requirements is \$8,000 in cash funding in FY2024-25. Additionally, there may be a need for more staffing hours in the future for the reviewing/verifying the proof of continuing education compliance for each application. If a PSL increase is needed in the future, it will need to be asked for at the biennium budget request time.

There is no basis to disagree with the MVILB's estimation of fiscal impact.

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

2024

LB⁽¹⁾ 484 AM 2939

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Motor Vehicle Industry Licensing Board

Prepared by: ⁽³⁾ Josh Eickmeier Date Prepared: ⁽⁴⁾ 3/19/24 Phone: ⁽⁵⁾ 402-471-2148

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	\$8,000	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 484 would require our Agency to contract with a vendor to add functionality to our online license application and online renewal application portals. Initial and renewal applicants would need to report their initial and continuing education hours, which our staff would then need to review in order to verify compliance. Our vendor estimates the cost at \$8,000 and would likely be expended in FY 2024-25 given AM 2939 pushed the operative date to January 1, 2026.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____