

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2025-26</b>		<b>FY 2026-27</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS	\$16,470	\$11,600	\$29,150	\$25,350
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$16,470</b>	<b>\$11,600</b>	<b>\$29,150</b>	<b>\$25,350</b>

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

LB568 would establish a new Home of Arbor Day specialty license plate with the proceeds from the sale of the plate to be deposited into a new Home of Arbor Day Plate Cash Fund, housed under the University of Nebraska Board of Regents. The new cash fund shall be used to award grants to the Nebraska Statewide Arboretum (for tree planting, gardens, and environmental education and outreach). The effective date of this bill would be September 1, 2025.

**Expenditures:**

The Nebraska Department of Motor Vehicles (DMV) is anticipating 80 hours of programmatic and testing related to the new license plate, which can be absorbed within their existing appropriation in Program 70. In Program 90, the DMV is expecting expenditures for the production of the new license plates to be as follows: \$6,970 in cash fund expenditures in FY2025-26 (850 sets of plates x \$4.10) and \$8,400 in cash fund expenditures in FY2026-27 (1000 sets of plates x \$4.10).

The University of Nebraska has indicated there may be a slight increase in expenses for them to administer this new grant, which they can absorb within their current appropriation.

This act would create a new grant program for the University to administer, as such there would need to be a commensurate aid appropriation of the license plate revenue. So, in FY2025-26 we would anticipate the University would send out \$11,600 in cash aid funding and \$25,350 in cash aid funding in FY2026-27.

**Revenues:**

The DMV Program 70 is projecting 1,000 sets of these new plates would be sold each year. With the Sept. 1, 2025 effective date only 850 sets would be sold in the first year, FY205-26. Then, 1,000 would be sold in FY2026-27. The DMV has provided, based on historical averages, they anticipate 75% of the plates sold to be numeric plates (\$5 ea.) and 25% to be message plates (\$40 ea.).

In FY2025-26, of the 850 sets to be sold: 640 would be numeric plates (\$5 x 640) which would be a revenue increase of \$3,200 to the Home of Arbor Day Plate Cash Fund. The remaining, 210 message plates (\$40 x 210) would bring in \$8,400 in revenue, split \$2,100 to the DMV Cash Fund and \$6,300 to the Home of Arbor Day Cash Fund.

In FY2026-27, of the 1,000 sets to be sold plus 850 renewal plates: 1,390 sold would be numeric plates (750 new plus 640 renewals) (\$5 x 1,390) which would be a revenue increase of \$6,950 to the Home of Arbor Day Plate Cash Fund. The remaining, 460 message plates (250 new plus 210 renewal) (\$40 x 460) would bring in \$18,400 in revenue, split \$4,600 to the DMV Cash Fund and \$13,800 to the Home of Arbor Day Cash Fund.

There is no basis to disagree with the University of Nebraska's, nor the DMV's estimation of fiscal impact.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 568	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles	
REVIEWED BY: Joe Massey	DATE: 1/30/2025	PHONE: (402) 471-4181	
COMMENTS: Concur with the Department of Motor Vehicles assessment of impact from the transfer articulated in LB 568			



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

**2025**

**LB<sup>(1)</sup> 568**

**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 23, 2025 Phone: <sup>(5)</sup> 402-471-3902

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

	<u>FY 2025-26</u>		<u>FY 2026-27</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	<u>6,970</u>	<u>11,600</u>	<u>8,400</u>	<u>25,350</u>
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>6,970</u>	<u>11,600</u>	<u>8,400</u>	<u>25,350</u>

Explanation of Estimate:

Effective date of September 1, 2025 – **Arbor Day License Plate Program 070**

There will be 80 hours of Programming and Testing for this new plate that can be absorbed within existing DMV appropriation.

History has shown that 1000 sets of these plates will be sold every fiscal year. Due to the effective date of September 1, 2025, we estimate 850 sets of plates will be sold during the first fiscal year. In addition, history has shown that 75% of the plates sold are Numeric plates and 25% are Message plates.

FY25-26 Revenue 850 sets sold – 640 Numeric plates at \$5 each will be credited to the Home of Arbor Day Plate Cash Fund = \$3,200 and 210 Message plates at \$40 will be credited \$2,100 to the DMV Cash Fund and \$6,300 to the Home of Arbor Day Cash Fund = \$8,400.

FY26-27 Revenue 1000 sets sold and 850 renewals – 750 Numeric plates sold plus 640 Renewals at \$5 each = \$6,950 will be credited to the Home of Arbor Day Cash Fund and 250 sets Message plate sold and 210 renewals = \$18,400, \$13,800 will be credited to the Home of Arbor Day Cash Fund and \$4,600 will be credited to the DMV Cash Fund.

**Program 090**

850 sets (1700 plates) at \$4.10 = \$6,970 FY 25-26 and 1000 sets (2000 plates) at \$4.10 = \$8,400 FY 21-22

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26 EXPENDITURES</u>	<u>2026-27 EXPENDITURES</u>
	<u>25-26</u>	<u>26-27</u>		
Benefits.....				
Operating.....			<u>6,970</u>	<u>8,400</u>
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			<u>6,970</u>	<u>8,400</u>

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

2025

**LB <sup>(1)</sup> 0568 Provide for Arbor Day Plates and the Home of Arbor Day Plate Cash Fund and change provisions relating to license plates** **FISCAL NOTE**

State Agency OR Political Subdivision Name:<sup>(2)</sup> University of Nebraska System  
 Prepared by:<sup>(3)</sup> Anne Barnes Date Prepared:<sup>(4)</sup> 01/30/2025 Phone:<sup>(5)</sup> (402) 559-6300

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

	FY 2025 - 26		FY 2026 - 27	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
CASH FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
FEDERAL FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
OTHER FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
TOTAL FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

**Explanation of Estimate:**

Nominal Fiscal Impact.

LB568, if passed, would create the Home of Arbor Day Plate Cash Fund, which would be administered by the Board of Regents of the University of Nebraska with the sole purpose of awarding grants to the Nebraska Statewide Arboretum.

The Nebraska Statewide Arboretum was founded by the university, but is an independent 501c3. There may be slight financial costs related to the process of administering the fund.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025 - 26 EXPENDITURES</u>	<u>2026 - 27 EXPENDITURES</u>
	<u>25 - 26</u>	<u>26 - 27</u>		
	<u>0</u>	<u>0</u>		
	<u>0</u>	<u>0</u>		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				