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LB 1037

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2010-11		FY 2011-12	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	

^{*}Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

This bill changes when the Department of Health and Human Services shall notify a person who is delinquent in child support payments that the Department of Motor Vehicles and other relevant licensing agencies will be informed of party's delinquency and action to revoke the licenses can be taken. Current statute states this action will be taken if the delinquent amount is equal to the support due and payable for more than a three-month period of time. This bill changes it to a one-month period of time.

The department estimates 10,000 additional cases per month would be subjected to license revocation. The additional personnel and operating costs are estimated to be \$1,086,460 (\$369,396 GF and \$717,064 FF) in FY 11 and \$1,023,104 (\$347,855 GF and \$675,249 FF) in FY 12.

Additional child support collections would primarily go to the families with support orders. Approximately 5% would be split between the state and the federal government. It is difficult to determine the amount of additional collections that could result from the change in this bill. By way of example, if collections increased by 1% due to this change, collections would increase by \$69,237 annually. Of this amount, \$65,775 would be paid to the families, the state's share would be \$1,385 and the federal government would receive \$2,077.