

PREPARED BY:
DATE PREPARED:
PHONE:

Sandy Sostad
February 01, 2012
471-0054

LB 1095

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2012-13		FY 2013-14	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$69,691	\$3,938	\$42,201	\$7,875
FEDERAL FUNDS				
HIGHWAY TRUST FUND		\$22,312		\$44,625
TOTAL FUNDS	\$69,691	\$26,250	\$42,201	\$52,500

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

LB 1095 provides for the issuance of Beef State license plates beginning January 1, 2013. The plates may be either numerical or message plates. Applicants pay an annual fee of \$70 for a plate. Eighty-five percent of the revenue from the fee is allocated to the Highway Trust Fund and 15% is allocated to the Department of Motor Vehicles (DMV) Cash Fund.

All applicants for plates also pay the regular per plate fee, which is capped at \$3.50 by current statute. The current plate fee is \$3.30. The regular plate fee is placed in the Highway Trust Fund (HTF).

Expenditures: LB 1095 increases expenditures of DMV by \$25,797 of cash funds in FY2012-13 to modify the Vehicle Titling and Registration and plate management computer systems to reflect the two new plate types. The department also indicates the addition of another specialty plate requires one new staff member to meet customer demands and maintain quality control. The need for a Business Applications Support Technician is projected at a cost of \$41,394 cash funds in FY2012-13 and \$42,201 cash funds in FY2013-14. Associated one-time cash fund expenses are \$2,500 in FY2012-13.

Revenue: Based upon experience with other specialty plates, DMV estimates about 750 people will apply for Beef State license plates. It is assumed half of this number (375) will apply in the initial fiscal year due to the issuance of the plates for only six months in FY2012-13. Increased revenue from the \$70 annual fee for the Beef State plate is deposited in the DMV Cash Fund (\$10.50) and the HTF (\$59.50). The following table shows the estimated revenue increases assuming 375 sets of plates are issued in FY2012-13 and 750 sets are issued in FY2013-14.

<u>LB 1095</u>	<u>Fee</u>	<u>Est. # of Sets</u>	<u>Revenue 2012-13</u>	<u>Revenue 2013-14</u>
DMV Cash Fund	\$10.50	375	\$3,938	
Highway Trust Fund	\$59.50	375	\$22,312	
DMV Cash Fund	\$10.50	750		\$7,875
Highway Trust Fund	\$59.50	750		\$44,625
Total Revenue			\$26,250	\$52,500

The bill allows owners to apply to the county treasurer to transfer specialty plates from one owned vehicle to another. The application fee for the transfer is \$3. The fees are placed in the DMV Cash Fund. The number of transfers is unknown.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	David J. Spatz	DATE	1/26/12	PHONE	471-4179
COMMENTS					
NEBRASKA GAME AND PARKS COMMISSION: Concur with NE Game and Parks Commission's analysis and estimate of no fiscal impact.					
NEBRASKA DEPARTMENT OF MOTOR VEHICLES: No basis to dispute agency analysis and estimate of increased Cash Fund expenditures and revenue fiscal impact.					

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LEGISLATIVE FISCAL

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LB(1) 1095 FISCAL NOTE

State Agency OR Political Subdivision Name: (2) Nebraska Game and Parks Commission

Prepared by: (3) Patrick H. Cole Date Prepared: (4) January 20, 2012 Phone: (5) (402) 471-5523

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2012-2013</u>		<u>FY 2013-2014</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.
Explanation of Estimate:

The proposed legislation provides for the issuance of Beef State license plates. A portion of the fees received for the plates would be deposited in the Department of Motor Vehicles Cash Fund (15%), with the remaining 85% going to the Highway Trust Fund.

No fiscal impact is anticipated for the Nebraska Game and Parks Commission.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2012-2013</u>	<u>2013-2014</u>
	<u>12-13</u>	<u>13-14</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

LB 1095 FISCAL NOTE

NEBRASKA DEPARTMENT OF MOTOR VEHICLES LEGISLATIVE FISCAL

Prepared by: Gary Ryken

Date Prepared: 31-Jan-12

Phone: 471-3902

Fax: 471-9594

Email: gary.ryken@nebraska.gov

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2012-2013		FY 2013-2014	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
DMV CASH FUND	\$ 69,691	\$ 2,625	\$ 42,201	\$ 7,875
HIGHWAY TRUST		\$ 14,875		\$ 44,625
PLATE FUND	\$ 900		\$ 1,800	
TOTAL FUNDS	\$ 70,591	\$ 17,500	\$ 44,001	\$ 52,500

Explanation of Estimate:

LB 1095 provides for issuance of Beef State license plates. The bill carries an implementation date of January 1, 2013.

LB 1095 will require extensive computer programming to add the two new plate types in the bill. LB 1095 allows for either a numeric or message plate style of Beef State plate. It is estimated that 317.5 mainframe programming hours will be necessary to complete the project in addition to the 48 hours of in-house analysis and testing.

317.5 hrs. @ \$ 81.25 per hr. \$ 25,797

The vehicle licensing division has undergone considerable growth over the past few years due to the expansion of the specialty plates offered in Nebraska. These programs have been absorbed in the past without an increase in staffing but now has reached the point where the ability to meet customer demands and maintain quality control may be reduced. DMV is requesting a Business Applications Support Tech full-time position be included in the A-bill.

	Annual Salary	Benefits	Total Annual	One-time Costs
Job Code S07541 Bus. App. Tech.	\$ 29,474	\$ 10,920	\$ 40,394	
Desk, computer, etc.				\$ 2,500
Supplies			\$ 1,000	

MAJOR OBJECTS OF EXPENDITURE

POSITION TITLE	NUMBER OF POSITIONS		FY 2012-2013	FY 2013-2014
	12-13	13-14	EXPENDITURES	EXPENDITURES
Business Applications Support Tech	1.0	1.0	\$ 29,474	\$ 30,063
Benefits			\$ 10,920	\$ 11,138
Operating			\$ 29,297	\$ 1,000
Travel				
Capital Outlay				
License Plates Program 644			\$ 900	\$ 1,800
Capital Improvements				
Total			\$ 70,591	\$ 44,001

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

Prepared by: Gary Ryken Date Prepared: 31-Jan-12 Phone: 471-3902 Fax: 471-9594
 Email: gary.ryken@nebraska.gov

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

Impact to License Plate Program 644

There are no qualifying elements necessary to apply for a Beef State plate. Based upon experience with other plate types it is estimated that approximately 750 applicants may apply for the Beef State plate. Both the numeric and message Beef State plates will carry a \$70 fee with \$59.50 going to the Highway Trust Fund and \$10.50 to the DMV Cash Fund.

	Plates	Cost	<u>FY 2012-2013</u>	<u>FY 2013-2014</u>
Initial Production	250	\$ 3.60	\$ 900	
Subsequent Production	500	\$ 3.60		\$ 1,800.00
Revenue from Fees			<u>FY 2012-2013</u>	<u>FY 2013-2014</u>
<i>Nebraska Highway Trust Fund</i>				
	Initial	Subsequent		
Beef State Plates	250	500 \$ 59.50	\$ 14,875	\$ 44,625
<i>DMV Cash Fund</i>				
	Initial	Subsequent		
Beef State Plates	250	500 \$ 10.50	\$ 2,625	\$ 7,875