

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates) | | | | |
|---|---------------------|----------------|---------------------|----------------|
| | FY 2015-16 | | FY 2016-17 | |
| | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS | | \$13,800 | | See Below |
| CASH FUNDS | | \$17,825 | | See Below |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | | \$31,625 | | See Below |

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

LB 623 reaffirms the original legislative intent of LB 215 (2011) regarding the eligibility of certain individuals to obtain a motor vehicle license or state identification card. The Department of Motor Vehicles (DMV) indicates there are an estimated 2,300 individuals who may demonstrate lawful status pursuant to the bill. These individuals are granted lawful status for a period of time by the federal government under the Deferred Action for Childhood Arrivals (DACA) program.

Expenditures: The bill will require DMV to issue drivers licenses or state identification cards to about 2,300 individuals. The cost of issuance is \$4.87 for a driver’s license/state identification card and \$.44 for postage. DMV indicates the workload increase and increase in expenditures to issue licenses/cards can be handled with existing staff and resources of the agency.

Revenue: DMV assumes the average period of time for a license to be valid for DACA recipients will be about three years. The fee for a driver’s license/state identification card which is valid for three years is \$16.50 (\$2.75 County, \$5.25 DMV Cash Fund, \$6 General Fund, \$2.50 DMV Security Fund). The estimated increase in revenue from the issuance of 2,300 licenses/identification cards is \$37,950 (\$6,325 for counties, \$17,825 for DMV Cash Funds, and \$13,800 for the General Fund).

The revenue increase in future years is unknown. The Immigration Policy Institute estimates there may be 3,000 individuals in the state, under the age of 15, who will be eligible for DACA in the future. There may also be 2,000 individuals who are age 15 or older who are eligible except for meeting education requirements. The institute indicates that only about half of the eligible individuals in the country have applied for the program in its first year. So, it is estimated that less than 150 individuals will apply for licenses/identification cards each year in the future when they become eligible for such.

| | | |
|---|---------------|---|
| ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES | | |
| LB: 623 | AM: | AGENCY/POLT. SUB: Dept. of Motor Vehicles |
| REVIEWED BY: Gary Bush | DATE: 1/27/15 | PHONE: 471-4161 |
| COMMENTS: The agency’s estimate of impact appears to be reasonable. | | |

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

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02-Mar-15

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | FY 2015-2016 | | FY 2016-2017 | |
|---------------|--------------|-----------|--------------|-----------|
| | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS | | \$ 6,900 | | \$ 6,900 |
| CASH FUNDS | | \$ 8,913 | | \$ 8,913 |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | \$ 3,163 | | \$ 3,163 |
| TOTAL FUNDS | \$ - | \$ 18,976 | \$ - | \$ 18,976 |

Explanation of Estimate:

LB 623 reaffirms the legislative intent of Laws 2011, LB215 regarding eligibility for a motor vehicle operator's license or state ID card. It also changes provisions relating to evidence of lawful status. For the purposes of the fiscal note it is assumed there are 2,300 DACA recipients in Nebraska.

Expenditures

LB 623 will require DMV to issue an estimated additional 2,300 operator or state ID cards at a cost of \$4.87 per card and \$.44 postage. The increase in expenditures is within the estimated baseline range used for budget purposes and will not require additional appropriation.

Revenue

It is estimated that the average period of validity for these documents is 3 years.

| | County General | DMV Cash Fund | State General | DMV Security Fund | Total |
|---------------------|----------------|---------------|---------------|-------------------|-----------|
| Revenue/Document | \$ 2.75 | \$ 5.25 | \$ 6.00 | \$ 2.50 | \$ 16.50 |
| Number of Documents | 2,300 | \$ 6,325 | \$ 12,075 | \$ 13,800 | \$ 37,950 |

MAJOR OBJECTS OF EXPENDITURE

| POSITION TITLE | NUMBER OF POSITIONS | | FY 2015-2016 | FY 2016-2017 |
|----------------------|---------------------|-------|--------------|--------------|
| | 15-16 | 16-17 | EXPENDITURES | EXPENDITURES |
| Benefits | | | | |
| Operating | | | | |
| Travel | | | | |
| Capital Outlay | | | | |
| Aid | | | | |
| Capital Improvements | | | | |

Total

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\$ -

\$ -