

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	25,401	7,500	13,261	7,500
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	25,401	7,500	13,261	7,500

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

LB 1040 is the Travel Agency Registration Act.

Section 2 provides definitions for the Act.

Section 3 requires travel agencies doing business in Nebraska to register with the Secretary of State beginning July 1, 2017.

Section 4 requires applicants to submit a surety or cash performance bond with the application.

Section 6 provides exemptions for certain employees and groups.

The Secretary of State estimates the need for 0.25 FTE to administer the Act. This appears to be reasonable. Per Section 3(6), a registration fee, not to exceed \$25 per year per agency, shall be submitted to the Secretary of State. The bill does not create a fund into which such fees shall be remitted. Similarly, no existing fund is designated for receipt. Therefore, the Secretary of State estimates the \$7,500 of annual revenue will be remitted to the General Fund. This appears to be a reasonable estimate.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 1040	AM:	AGENCY/POLT. SUB: Secretary of State	
REVIEWED BY: Robin Kilgore		DATE: 1-28-16	PHONE: 471-4180
COMMENTS: No basis to disagree with agency estimate of fiscal impact.			

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

2016

LB⁽¹⁾ 1040

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Secretary of State

Prepared by: ⁽³⁾ Joyce Woofter

Date Prepared: ⁽⁴⁾ 1/28/2016

Phone: ⁽⁵⁾ 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2016-17</u>		<u>FY 2017-18</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	25,401	7,500	13,261	7,500
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		7,500		7,500

Explanation of Estimate:

LB 1040 requires any travel agency doing business in Nebraska to register with the Secretary of State's office, unless a previous travel services provider-customer relationship exists. The revenue is projected for 300 registrants at \$25 per registration. An additional .25 FTE Administrative Assistant would be needed to handle the additional workload. There would be one-time expenses for office furniture, a computer and the programming needed to update the licensing software functionality. The on-going expenses would include the salary and benefits of the AA, office supplies, computer licensing fees, and software maintenance fees.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2016-17</u>	<u>2017-18</u>
	<u>16-17</u>	<u>17-18</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Administrative Assistant	.25	.25	7,684	7,876
Benefits.....			1,153	1,181
Operating.....			16,564	4,204
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			25,401	13,261