

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				
CASH FUNDS	\$10,379	\$23,750	See Below	\$47,500
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$10,379	\$23,750	See Below	\$47,500

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

LB 768 provides for the issuance of Choose Life license plates. The plates may be either numerical or message plates. Applicants for numerical plates must pay an additional initial and renewal fee of \$5 which is deposited into a newly established Choose Life Pregnancy and Adoption Fund. Applicants for message plates pay an annual \$40 plate fee of which 75% is deposited in the Choose Life Pregnancy and Adoption Fund and 25% accrues 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. If the manufacturing cost of the plates exceeds the amount charged as a regular plate fee, then the difference between the manufacturing costs and the amount charged is credited to the Highway Trust Fund (HTF) instead of the Choose Life Pregnancy and Adoption Fund. The bill also has language providing for the plates to be designed to limit the manufacturing cost to equal to or less than the amount charged for the plates.

DMV Expenditures: LB 768 increases expenditures of the DMV by \$10,379 of cash funds in FY2016-17 to modify the Vehicle Titling and Registration and plate management computer systems to accommodate the new Choose Life plates.

DMV estimates there may be about 2,500 sets of Choose Life plates sold based upon their experience with other specialty license plates. Using this estimate, it is assumed half of this number (1,250) will apply in the initial fiscal year, assuming the plates will only be issued for six months in FY2016-17. It is also assumed that 60% of the plates issued will be numerical and 40% will be personalized.

Assuming the manufacturing cost is equal to the price charged for a plate, then expenditures by the HTF and revenue received by the fund from plate charges will equal \$8,750 (\$7.00/set x 1,250 sets) in FY2016-17 and double this amount in FY18 when an estimated 2,500 plates are manufactured. If the manufacturing expense is higher than the amount charged for a regular plate, then the difference between the manufacturing costs and the amount charged is credited to the HTF instead of the Choose Life Pregnancy and Adoption Fund.

Choose Life Pregnancy & Adoption Fund: The bill provides for the Department of Health and Human Services (HSS) to administer the Choose Life Pregnancy and Adoption Fund and provide grants from the fund. The fund is to be used to provide grants to eligible organizations for counseling, training, pregnancy testing or other material needs of pregnant women who are considering placing their children for adoption. If 2,500 sets of plates are sold, then annual revenue for the fund will be \$37,500.

It is assumed that HHS will not provide any grants or expend any revenue from the fund until FY 2017-18. The department can request expenditure authority in the next biennial budget cycle after there is more information upon which to estimate the number the plates sold, the revenue available for grants and estimated administrative expenses.

Revenues: Increased revenue from the \$5 annual fee for a Choose Life numerical plate and \$40 fee for a personalized plate will be deposited in the DMV Cash Fund and the Choose Life Pregnancy and Adoption Fund. The estimated revenue assuming 1,250 sets of plates are applied for in FY2016-17 and 2,500 sets are applied for in FY2017-18 is as follows on the next page:

<u>TYPE OF PLATE</u>	Fee	Est. # of Sets	Revenue 2016-17	Revenue 2017-18
FY17				
Numerical Plate – Choose Life Pregnancy & Adoption Cash Fund	\$5.00	750	\$3,750	
Personalized Plate - DMV CF	\$10.00	500	\$5,000	
Personalized Plate – Choose Life Pregnancy & Adoption Fund	\$30.00	500	\$15,000	
FY18				
Numerical Plate - Choose Life Pregnancy & Adoption Cash Fund	\$5.00	1,500		\$7,500
Personalized Plate - DMV CF	\$10.00	1,000		\$10,000
Personalized Plate – Choose Life Pregnancy & Adoption Cash Fund	\$30.00	1,000		\$30,000
Total Est. Revenue			\$23,750	\$47,500

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.

<u>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES</u>			
LB:768	AM:	AGENCY/POLT. SUB: Nebraska Department of Correctional Services	
REVIEWED BY: Lee Will		DATE: 1/29/2016	PHONE: 471-4175
COMMENTS: I concur with the Nebraska Department of Correctional Service's statement of no fiscal impact.			

<u>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES</u>			
LB: 768	AM:	AGENCY/POLT. SUB: Nebraska Department of Motor Vehicles	
REVIEWED BY: Lee Will		DATE: 1/21/2016	PHONE: 471-4175
COMMENTS: The agency's estimate appears to be reasonable given the assumptions used.			

<u>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES</u>			
LB: 768	AM:	AGENCY/POLT. SUB: Nebraska Department of Roads	
REVIEWED BY: Lee Will		DATE: 1/19/2016	PHONE: 471-4175
COMMENTS: I concur with the Nebraska Department of Roads' statement of no fiscal impact.			

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

2016

LB⁽¹⁾ 768

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Department of Correctional Services

Prepared by: ⁽³⁾ Brendon Polt

Date Prepared: ⁽⁴⁾ 1/13/2016

Phone: ⁽⁵⁾ (402) 479-5702

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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate: No fiscal impact.

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>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

Prepared by: Gary Ryken

Date Prepared:

15-Jan-16

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2016-2017		FY 2017-2018	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$ 10,379	\$ 20,900		\$ 47,500
FEDERAL FUNDS				
PROG. 90 FUNDS	\$ 7,920		\$ 10,080	
TOTAL FUNDS	\$ 18,299	\$ 20,900	\$ 10,080	\$ 47,500

Explanation of Estimate:

Program 70 Expenditures

LB 768 provides for the issuance of Choose Life license plates. The plates will be available as either an alphanumeric or as a message plate. The addition of the new plate types will require modifications to the existing VTR and Plate Management computer systems.

	Hrs.	Rate	Amount
Computer Programming	115	\$ 90.25	\$ 10,379

Program 90 Expenditures

While it is difficult to estimate the number of Choose Life plates that would be sold, based upon past experience DMV estimates 2,500 sets would be sold.

	Plates	Cost	FY16	FY17
Plate Production	2,200	\$ 3.60	\$ 7,920	
	2,800	\$ 3.60		\$ 10,080

Revenues

FY17	Sets	Fee	DMV Cash	Choose Life Fund
Alphanumeric Sets	660	\$ 5.00		\$ 3,300
Message Sets	440	\$ 40.00	\$ 4,400	\$ 13,200
			\$ 4,400	\$ 16,500

FY18	Sets	Fee	DMV Cash	Choose Life Fund
Alphanumeric Sets	1500	\$ 5.00		\$ 7,500
Message Sets	1000	\$ 40.00	\$ 10,000	\$ 30,000
			\$ 10,000	\$ 37,500

MAJOR OBJECTS OF EXPENDITURE

POSITION TITLE	NUMBER OF POSITIONS		FY 2016-2017	FY 2017-2018
	16-17	17-18	EXPENDITURES	EXPENDITURES
Benefits				
Operating			\$ 10,379	
Travel				
Capital Outlay				
Aid				

Program 90	\$ 7,920	\$ 10,080
Total	<u>\$ 18,299</u>	<u>\$ 10,080</u>

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

2016

LB 768

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Department of Roads

Prepared by: ⁽³⁾ Becky Fleming

Date Prepared: ⁽⁴⁾ 1/11/16

Phone: ⁽⁵⁾ (402) 479-4692

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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 768 provides for Nebraska Choose Life License Plates, creates a fund and provides powers and duties to administer the new plates and distribution of fees. A fee of forty dollars will be collected for issuance or renewal of each plate where 25% of the fee will be distributed to the Department of Motor Vehicle Cash Fund and 75% of the fee to the Choose Life Pregnancy and Adoption Fund. If the cost of manufacturing these plates exceeds the amount charged pursuant to section 60-3,102, the difference shall be credited first to the Highway Trust Fund with the remainder credited to the Choose Life Pregnancy and Adoption Fund.

No fiscal impact is anticipated to the Department.

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>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____