

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		FY 2019-20	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	2,903,545		751,357	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	2,903,545		751,357	

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

LB 1066 changes provisions of the Election Act.

Section 3 requires the Secretary of State to provide an elector a photographic identification without payment of a fee. The costs of providing the photographic identification shall be paid from the General Fund.

The Secretary of State has based its estimates on an initial 15,475 voters obtaining ID cards. It is estimated that 80% of those (12,380) could obtain their ID cards from the DMV at a cost of \$328,070. The remaining 3,095 voters, those who don't meet the DMV requirements, would have to obtain IDs produced by county election officers. The initial cost to set up such services is significant. For example, setting up 93 workstations (1 in each county) could cost an estimated \$1,860,000. There is no basis to disagree with the Secretary of State's estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1066	AM:	AGENCY/POLT. SUB: Nebraska Secretary of State's Office	
REVIEWED BY: Ann Linneman	DATE: 2-2-18	PHONE: (402) 471-4180	
COMMENTS: No basis to disagree with the Nebraska Secretary of State's Offices' assessment of fiscal impact.			

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

2018

LB⁽¹⁾ 1066

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Secretary of State's Office

Prepared by: ⁽³⁾ Joyce Woofter Date Prepared: ⁽⁴⁾ 1/31/18 Phone: ⁽⁵⁾ 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2018-19		FY 2019-20	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	<u>2,903,545</u>	<u> </u>	<u>751,357</u>	<u> </u>
CASH FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FEDERAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>2,903,545</u>	<u> </u>	<u>751,357</u>	<u> </u>

Explanation of Estimate:

LB 1066 requires the Secretary of State to provide any elector with photographic identification without payment of a fee. We estimate that an initial 15,475 such voter ID's would need to be issued. First, we would contract with the DMV since they have ID card infrastructure established to provide cards to registered voters meeting their requirements. For those not meeting the DMV requirements, we would provide county election officials with equipment to issue ID's, reimburse any direct costs of the ID cards and request the issuance of the cards be included in their voter registration duties.

Of the 15,475 voters, we estimate 80% or 12,380 could obtain State ID cards from DMV. At a cost of \$26.50/ID this would total \$328,070.

The remaining 3,095 registered voters would need to obtain ID's produced by the county election officers. To set up ID stations in the 93 counties there would be initial set up costs of \$2,210,000: 93 workstations @ \$20,000 each (\$1,860,000), \$250,000 for card production software and \$100,000 for other set up infrastructure. These costs would be one-time costs. The incremental supply cost for the 3,095 ID cards would \$15,475. This is a one-time cost.

Initial training and public education would cost \$350,000 for training, media production, media buys and direct mail to inform registered voters of the requirement. Going forward, another \$300,000 for public education would be needed in 2020, for the first primary election under the requirement.

After the initial set up and issuance of cards to existing voters, we estimate that 1,322 new ID's would be needed in each new fiscal year at a cost \$29,357. In addition, there will be annual maintenance costs for the county workstations of \$422,000. Every fifth year, the costs would increase when the initial cards must be renewed.

If assumptions above are not correct, additional costs may fall to the state.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2018-19 EXPENDITURES	2019-20 EXPENDITURES
	18-19	19-20		
Benefits.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating.....	<u> </u>	<u> </u>	<u>1,043,545</u>	<u>751,357</u>
Travel.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Capital outlay.....	<u>1,860,000</u>	<u> </u>
Aid.....	<u> </u>	<u> </u>
Capital improvements.....	<u> </u>	<u> </u>
TOTAL.....	<u>2,903,545</u>	<u>751,357</u>