Sandy Sostad February 08, 2007 471-0054

## LB 266

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *						
	FY 2007-08		FY 2008-09			
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE		
GENERAL FUNDS		See Below		See Below		
CASH FUNDS	\$178,750	See Below		See Below		
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS	\$178,750					

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

LB 266 provides for the issuance of a driving privilege card to a person who does not have a social security number upon providing acceptable proof of age and identity. The card is to clearly display the phrase "For driving privileges only, not for other government identification purposes". The card is subject to the same issuance and renewal requirements and fees as the operator's license of the same classification. It may not be used to operate a commercial motor vehicle. The Director of the Department of Motor Vehicles (DMV) is to set an additional fee for the initial issuance of driving privilege cards in an amount not to exceed the additional cost of issuing the cards. The fee is deposited in the DMV Cash Fund.

Expenditures: DMV estimates increased one-time expenses of \$97,500 of cash funds for programming to change the mainframe and county computer systems.\* New application forms will need to be developed and printed for driving privilege cards. The one-time cost for forms is estimated to be \$6,000 of cash funds. Other one-time expenditures of \$75,250 of cash funds will be incurred by the vendor of the driving privilege card for computer programming to print the required phrase on the card.

<u>Revenue</u>: The bill provides for an additional fee to be established to cover the cost of issuing the driving privilege card. It is difficult to determine the amount of the additional fee without knowing how many cards will be issued. DMV indicates 1,800 individuals obtained a license without having a social security number in 2006. The number of persons who may apply for a driving privilege card is unknown, so the amount of the fee cannot be determined and the amount of revenue received from the additional fee cannot be estimated.

Persons applying for a driving privilege card must pay the same fees as are paid for an operator's license of the same classification. It is assumed there will be an increase in revenue from fees paid for driving privilege cards. The amount of increased revenue is unknown because it is dependent upon the number of cards issued. Increased revenue will accrue to the General Fund, DMV Cash Fund and to counties. It is also unknown whether the bill may have an impact in terms of increased vehicle registrations. If so, there will be an increase in revenue received by the DMV Cash Fund, the Highway Trust Fund and counties from registration fees.

\*Technical Note: The amount of programming (1,300 hours) may be difficult to accomplish in a short time frame. The bill may need to include an implementation date in the future, so the programming may be completed.

## DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Rich Robinson	2/7/07	PHONE 471-2526			
COMMENTS						
DEPT. OF MOTOR VEHICLES – No basis to disagree.						