

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2025-26</b>		<b>FY 2026-27</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS		(\$233,921)		(\$312,429)
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		(\$233,921)		(\$312,429)

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

LB343 would lower the fee charged for organizational plates from \$70 to \$40. The effective date of this bill is October 1, 2025.

**Revenues:**

The Department of Motor Vehicles (DMV) is estimating total revenues collected from Specialty Plates to be \$894,787 per fiscal year. The \$30 reduction in price, to \$40 will result in a loss of revenue to the DMV Cash Fund and to the Highway Trust Fund. The department estimates that a full fiscal year revenue loss will be \$383,479 cash funds in FY2026-27. In FY2025-26, the loss would only be \$287,608 cash funds, since the effective date is not until October 1, 2025, or three-fourths of a full year.

The Nebraska Department of Transportation, basing their estimate upon the data provided by the DMV, is estimating a revenue decrease of \$115,043 in FY2025-26 and \$154,391 in FY2026-27 to the Highway Trust Fund, which is split between the Nebraska Department of Transportation, cities, and counties as follows:

<b>Revenue to Highway Trust Fund</b>		
	<b>FY2025-26</b>	<b>FY2026-27</b>
Highway Cash Fund (NDOT)	(\$61,356)	(\$82,342)
Highway Allocation Fund (cities and counties)	(\$53,687)	(\$72,049)

During FY2025-26 and FY2026-27 and subsequent years, NDOT would consider the decrease in revenue to the Highway Trust fund during the motor fuels tax setting and adjust the variable rate accordingly to generate revenue based on NDOT's Highway Cash Fund appropriation set by the Legislature.

There is no basis to disagree with these estimations provided by the DMV nor NDOT.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 343	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles	
REVIEWED BY: Joe Massey	DATE: 1/22/2025	PHONE: (402) 471-4181	
COMMENTS: Department of Motor Vehicles assessment of fiscal impact from LB 343 appears reasonable using the assumptions provided.			

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

**2025**

**LB<sup>(1)</sup> 343**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Department of Motor Vehicles

Prepared by: <sup>(3)</sup> Bart Moore Date Prepared: <sup>(4)</sup> January 21, 2025 Phone: <sup>(5)</sup> 402-471-3902

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2025-26</u>		<u>FY 2026-27</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	(\$172,565)	_____	(\$230,087)
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	(\$115,043)	_____	(\$153,391)
<b>TOTAL FUNDS</b>	<u>_____</u>	<u>(\$287,608)</u>	<u>_____</u>	<u>(\$383,479)</u>

**Explanation of Estimate:**

This legislation reduces the fee for Specialty Plates from \$70 to \$40 effective October 1, 2025. Total revenue collected from Specialty Plates is \$894,787 per fiscal year. The reduced price to \$40 will result in a loss of revenue to the DMV Cash Fund and to the Highway Trust Fund. The department estimates that a full fiscal year revenue loss will be \$383,479. The amounts shown for Fiscal Year 2025-26 above represent ¾ of a fiscal year total.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26 EXPENDITURES</u>	<u>2026-27 EXPENDITURES</u>
	<u>25-26</u>	<u>26-27</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	_____	_____	_____	_____

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

**2025**

**LB<sup>(1)</sup> 343**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Transportation

Prepared by: <sup>(3)</sup> Jenessa Boynton Date Prepared: <sup>(4)</sup> 1/28/25 Phone: <sup>(5)</sup> 402-479-4691

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2025-26</u>		<u>FY 2026-27</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	(\$61,356)	_____	(\$82,342)
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	(\$53,687)	_____	(\$72,049)
<b>TOTAL FUNDS</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>

**Explanation of Estimate:**

LB 343 would change the fee for specialty plates from seventy dollars to forty dollars beginning October 1, 2025.

If enacted, the Nebraska Department of Motor Vehicles estimates a decrease in tax revenue of \$115,043 in FY2025-26 and \$154,391 in FY2026-27 to the Highway Trust Fund which is split between the Nebraska Department of Transportation, cities, and counties.

Revenue to Highway Trust Fund		
	FY2025-26	FY2026-27
Highway Cash Fund (NDOT)	(\$61,356)	(\$82,342)
Highway Allocation Fund (cities and counties)	(\$53,687)	(\$72,049)

During FY2025-26 and FY2026-27 and subsequent years, NDOT would consider the decrease in revenue to the Highway Trust fund during the motor fuels tax setting and adjust the variable rate accordingly to generate revenue based on NDOT's Highway Cash Fund appropriation set by the Legislature.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26</u>	<u>2026-27</u>
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>