LB 53

Revision: 01

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				
FEDERAL FUNDS				
HIGHWAY TRUST FUND	See Below	See Below	See Below	See Below
TOTAL FUNDS				

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

LB 53 provides that one license plate may be issued upon request for any passenger car which is not manufactured to be equipped with a bracket on the front of the vehicle to display a license plate. The bill provides that a decal shall be issued to be displayed on the driver's side of the windshield. Individuals requesting the use of a single license plate are to pay an additional annual fee of $100 plus the cost of the decal. The fees are remitted to the Highway Trust Fund.

The Department of Motor Vehicles indicates their research shows there are few, if any, new vehicles that are not manufactured to be equipped with a front bracket. In many cases, the front license plate bracket is an option. Therefore, DMV estimates there will be few vehicles that comply with the requirements of the bill.

Revenues: Individuals requesting the one license plate option will pay an annual $100 fee to the Highway Trust Fund (HTF) and a fee for a decal of about $.65. The amount of increased revenue for the HTF cannot be determined since the number of persons requesting one license plate is unknown. The HTF will lose revenue of $3.50 per plate which would have been paid as a plate fee.

Expenditures: DMV may have some minimal computer programming expenditures pursuant to the bill which can be handled with existing resources.

The Highway Trust Fund will incur additional expenditures for the cost of decals. There does not appear to be any reduction in expenditures for the HTF if only one license plate is issued because two plates will need to be manufactured and one would be destroyed, if only one plate is requested for a vehicle.

LB 53   FISCAL NOTE

2015

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2015-2016			FY 2016-2017	
	EXPENDITURES	REVENUE		EXPENDITURES	REVENUE
GENERAL FUNDS					
CASH FUNDS					
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS	$ -	$ -		$ -	$ -

Explanation of Estimate:

Expenditures

LB53 allows for the issuance of a single license plate for vehicles manufactured without a front license plate bracket. The way the bill is written it appears the number of vehicles that would be eligible will be minimal. Research has not found any new vehicles that are not manufactured to be equipped with a bracket on the front of the vehicle.   In many cases the bracket is offered as an option and therefore it would still be deemed to have been manufactured to be equipped with a bracket. The New Car Dealers Association indicated that most Nebraska based dealers order new vehicles with the license plate bracket option when it is not part of the base package.

LB53 requires a window sticker to be issued in lieu of the front plate.   DMV estimates the cost of the sticker to be $.065 each. Since DMV will not know the number opting for the sticker until the time of vehicle registration the number of plates ordered will not change. The extra plate will have to be destroyed and the cost absorbed by the Highway Trust Fund. DMV does not anticipate any additional appropriation will be needed for plates and stickers for Program 90.

LB53 will require some VTR computer programming to add the sticker field but it can be done within existing appropriation.

	MAJOR OBJECTS OF EXPENDITURE			
	NUMBER OF POSITIONS		FY 2015-2016	FY 2016-2017
POSITION TITLE	15-16	16-17	EXPENDITURES	EXPENDITURES
Benefits				
Operating				
Travel				
Capital Outlay				
Aid				
Capital Improvements				
Total			$ -	$ -