

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2016-17</b>		<b>FY 2017-18</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$4,513	\$2,496		\$4,160
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$4,513	\$2,496		\$4,160

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

LB 783 allows public power districts which receive annual gross revenue of at least \$250 million to have permanently issued license plates for their motor vehicles and trailers beginning on January 1, 2017. The bill authorizes the Department of Motor Vehicles (DMV) to issue a distinctive public power license plate.

Applicants for public power plates pay the regular \$3.50 fee per plate. The bill establishes an additional \$3 fee in the initial year for each public power motor vehicle or trailer being licensed. The annual renewal fee is \$2.00. A new \$3.00 fee is also established to replace destroyed or lost plates and a \$1.00 fee is to be assessed to replace a lost or stolen vehicle registration for public power vehicles. Revenue is to be deposited in the Highway Cash Fund (HCF). The bill does not change registration fees for these vehicles and trailers.

Expenditures: The DMV will have one-time estimated cash fund expenditures of \$4,513 in FY17 for computer programming for the Vehicle Title Registration System to reflect the new public power plates.

Revenue: The DMV indicates two public power districts (OPPD & NPPD) will qualify for the issuance of permanent public power license plates for their vehicles. The two districts registered 1,664 vehicles and trailers in CY2015. Based upon a January 1, 2017 effective date of the bill, increased revenue for the HCF will be approximately \$2,496 (832 vehicles x \$3) in FY17 and FY18 to obtain license plates for the existing fleets of vehicles and trailers. Estimated revenue for the HCF in FY18 from renewal fees is \$1,664 (832 vehicles x \$2). On-going annual revenue will be about \$3,328 (1664 vehicles x \$2) each year thereafter.

Technical Note: The Department of Roads indicates the newly established fees should be deposited in the Highway Trust Fund rather than in the Highway Cash Fund in order to have the revenue shared by the entities (state, counties, cities) which maintain highways, roads and streets in the state.

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 783	AM:	AGENCY/POLT. SUB: Nebraska Department of Motor Vehicles	
REVIEWED BY: Lee Will		DATE: 1/22/2016	PHONE: 471-4175
COMMENTS: The agency's estimate appears to be reasonable given the assumptions used.			

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 783	AM:	AGENCY/POLT. SUB: Nebraska Department of Roads	
REVIEWED BY: Lee Will		DATE: 2/2/2016	PHONE: 471-4175
COMMENTS: The Department of Roads' estimate of fiscal impact appears to be reasonable given the assumptions used.			

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

Prepared by: Gary Ryken

Date Prepared:

21-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	\$ 4,513			
FEDERAL FUNDS				
OTHER CASH FUNDS		\$ 2,496		\$ 4,160
TOTAL FUNDS	\$ 4,513	\$ 2,496	\$ -	\$ 4,160

Explanation of Estimate:

LB 783 allows qualified Public Power Districts to apply for permanent vehicle and trailer license plates. Creating a new plate type will require modifications to the Vehicle Titling and Registration computer system. An estimated 50 hours of programming will be required to make the changes.

Computer Programming	50 hrs.	\$90.25/hr	\$ 4,513
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Currently two Public Power Districts would qualify for the permanent plates. Those two districts registered 1,664 vehicles and trailers last year. Due to the implementation date of Jan. 1, 2017 there won't be any fiscal impact to the license plate fund. There will be an additional \$3 charge for an initially issued plate and a \$2 renewal fee.

Additional Revenue to the Highway Cash Fund

Year		Registrations	Fee	Additional Revenue
FY17	Initial	832	\$3	\$ 2,496
FY18	Initial	832	\$3	\$ 2,496
	Renewal	832	\$2	\$ 1,664

MAJOR OBJECTS OF EXPENDITURE

POSITION TITLE	NUMBER OF POSITIONS		FY 2016-2017	FY 2017-2018
	16-17	17-18	EXPENDITURES	EXPENDITURES
Benefits				
Operating			\$ 4,513	
Travel				
Capital Outlay				
Aid				
Capital Improvements				

Total

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\$ 4,513

\$ -

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2016

LB<sup>(1)</sup> **783 Revised**

FISCAL NOTE

State Agency OR Political Subdivision Name: <sup>(2)</sup>

Nebraska Department of Roads

Prepared by: <sup>(3)</sup> Becky Fleming

Date Prepared: <sup>(4)</sup> 2/1/16

Phone: <sup>(5)</sup> (402) 479-4692

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

	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	\$2,496	_____	\$4,160
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	\$2,496	=====	\$4,160

**Explanation of Estimate:**

LB 783 provides for the registration and fees of public power district vehicles and trailers. The definition for commercial motor vehicle and trailer are revised to exclude public power district motor vehicles and trailers. The Public Power district means a district defined by section 70-601 which receives annual gross revenue of at least two hundred fifty million dollars. Upon application a permanent public power district license plate will be issued for a fee of three dollars per vehicle and three dollars for per trailer. The renewal fee for each permanent plate shall be two dollars. All fees pursuant to the public power district vehicles and trailers shall be remitted to the State Treasurer for credit to the Highway Cash Fund with an implementation date of January 1, 2017.

Department of Motor Vehicles has identified two Public Power Districts who would qualify for the permanent plates. These two districts registered 1,644 vehicles and trailers last year. Additional revenue to the Highway Cash Fund is calculated to be:

Year		Registrations	Fee	Additional Revenue
FY2017	Initial	832	\$3	\$2,496
FY2018	Initial	832	\$3	\$2,496
	Renewal	832	\$2	\$1,664

Department of Roads sees a technical issue with LB 783. These fees should be remitted to the Highway Trust Fund not the Highway Cash Fund. NDOR believes these vehicles would travel all highways, county roads and city streets. Therefore, the additional revenue should be shared by all of these entities. Revenue should be deposited into the Highway Trust Fund to ensure these funds are shared proportionally.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

POSITION TITLE	NUMBER OF POSITIONS		2016-17	2017-18
	16-17	17-18	EXPENDITURES	EXPENDITURES
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

