

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		(\$500)		(\$500)
CASH FUNDS		\$1,313		\$1,313
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$813		\$813

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

LB 909 redefines certain motor vehicles as reconstructed and replica vehicles. The bill provides that titles for reconstructed and replica vehicles will be issued by the Department of Motor Vehicles (DMV). Currently, these vehicles are titled as regular vehicles and counties are responsible for issuing titles for such.

Revenue: DMV estimates there will be about 250 reconstructed and replica vehicles titled on an annual basis. Counties currently collect a \$10 fee to title vehicles which are being defined in the bill as reconstructed or replica vehicles. The \$10 title fee remains the same for reconstructed and replica vehicles but is allocated differently as shown on the following table:

Assuming 250 Vehicles/year	Current Title Fee	Current Revenue	LB 909 Title Fee	LB 909 Revenue	Change in Revenue
General Fund	\$2.00	\$500		\$0	-\$500
DMV Cash Fund	4.00	1,000	\$4.00	1,000	0
County	3.25	813		0	-813
AG Motor Vehicle Fraud Cash Fund	0.20	50		0	-50
State Patrol Cash Fund	0.45	112		0	-112
MV Industry Licensing Fund	0.10	25		0	-25
Motor Carrier Division Cash Fund			6.00	1,500	1,500
Total	\$10.00	\$2,500	\$10.00	\$2,500	\$0

The estimated fiscal impact of the bill is a reduction in annual revenue for the General Fund of \$500 and for counties of \$813. The net increase in cash fund revenue for state agencies will be \$1,313 as shown above.

Expenditures: DMV will have a minimal increase in workload to issue titles for reconstructed and replica vehicles. Any increase in workload can be handled with existing staff. Counties will experience a minimal decrease in workload, but the decrease is not significant enough to impact staffing.

ADMINSTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 909	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles
REVIEWED BY: Lee Will	DATE: 01/23/2018	PHONE: (402) 471-4175
COMMENTS: Concur with the Department of Motor Vehicles' assessment of fiscal impact.		

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

2018

LB⁽¹⁾ 909

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Motor Vehicles

Prepared by: ⁽³⁾ Bart Moore Date Prepared: ⁽⁴⁾ January 22, 2018 Phone: ⁽⁵⁾ (402)471-3902

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	<u>1,500</u>	_____	<u>1,500</u>
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

The Department will now be responsible in issuing a reconstructed or replica vehicle title, which was previously issued by counties.

This will reduce revenue for counties, while increasing revenue to the Motor Carrier Division by an estimated \$1,500.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19 EXPENDITURES</u>	<u>2019-20 EXPENDITURES</u>
	<u>18-19</u>	<u>19-20</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____