

Updated for the 2024 Legislative Session.

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2024-25</b>		<b>FY 2025-26</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See Below			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See Below			

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

LB688 transfers \$10,000,000 from the Cash Reserve Fund to the General Fund as soon as administratively possible, with the intent to appropriate this \$10,000,000 in FY2023-24 from the General Fund to the Nebraska Department of Motor Vehicles for a worker training program. This new program would be designed to award grants to individuals to obtain a commercial driver's licenses or diesel technology degrees/certificates through an in-house or a third-party certified training provider. The providers must be located in Nebraska or be a Nebraska community college. LB688 will also reimburse Nebraska-based employers, employer consortiums, and nonprofit organizations that sponsor, partner, or provide support for these individuals. This bill contains an emergency clause.

The Department of Motor Vehicles has estimated it would need to hire four full-time employees in FY2024-25 to develop the brand-new program, create guidelines/rules for the program, and the eventual program administration. The combined salary (\$190,537) and benefits (\$70,613) of these four employees is estimated at \$261,150 in FY2024-25. Additionally, office space and equipment required is expected to cost \$21,320 in FY2024-25. The combined salaries, benefits, plus operating costs would total \$282,470. The remaining \$9,717,530 would be available as aid for grantees of the new program in FY2024-25. If the program continues past the first year, there would need to be a reappropriation of the remaining funds to be used in FY2025-26.

The Agency does not assume any salary or benefits increases for FY2025-26 for the additional personnel needed pursuant to this bill's provisions. While the actual salary and health insurance increases for FY2025-26, and thereafter, are not yet determined. It is important to note that any additional personnel in FY2024-25 will have ongoing rising costs associated with salary and health insurance increases, which are normally addressed in the biennial budget process for all bargaining and non-bargaining employees.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 688	AM:	AGENCY/POLT. SUB: Department of Motor Vehicle	
REVIEWED BY: Joe Massey	DATE: 1/2/2024	PHONE: (402) 471-4181	
COMMENTS: Department of Motor Vehicle assessment of fiscal impact from LB 688 appears reasonable using the assumptions provided			

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

2024

LB<sup>(1)</sup> 688 (REVISED)

FISCAL NOTE

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

Prepared by: <sup>(3)</sup> Bart Moore Date Prepared: <sup>(4)</sup> Dec. 26, 2023 Phone: <sup>(5)</sup> 402-471-3902

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

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>10,000,000</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
CASH FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
FEDERAL FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
OTHER FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL FUNDS	<u>10,000,000</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

**Explanation of Estimate:**

The DMV does not have a program currently in place to administer these funds. We will need to hire teammates to develop program administrative guidelines and rules for the operation before aid payment expenditures can begin. Additional office space and equipment will need to be provided for these teammates.

The agency will be unable to expend the full funding in FY 2024-25 and will need to rely on reappropriation to continue operations of the program.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
MTR VEH PROG MANAGER	1.00	<u>                    </u>	61,020	<u>                    </u>
ADMIN PROG OFFICER	2.00	<u>                    </u>	90,035	<u>                    </u>
ACCOUNTANT I	1.00	<u>                    </u>	39,482	<u>                    </u>
Benefits.....			70,613	<u>                    </u>
Operating.....			21,320	<u>                    </u>
Travel.....				<u>                    </u>
Capital outlay.....				<u>                    </u>
Aid.....			9,717,530	<u>                    </u>
Capital improvements.....				<u>                    </u>
TOTAL.....			10,000,000	<u>                    </u>

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

**2024**

**LB<sup>(1)</sup> 688**

**FISCAL NOTE**

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

Prepared by: <sup>(3)</sup> Bart Moore Date Prepared: <sup>(4)</sup> Dec. 7, 2023 Phone: <sup>(5)</sup> 402-471-3902

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

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>10,000,000</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
CASH FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
FEDERAL FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
OTHER FUNDS	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL FUNDS	<u>10,000,000</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

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	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
MTR VEH PROG MANAGER	<u>1.00</u>	<u>                    </u>	<u>58,114</u>	<u>                    </u>
ADMIN PROG OFFICER	<u>2.00</u>	<u>                    </u>	<u>85,748</u>	<u>                    </u>
ACCOUNTANT I	<u>1.00</u>	<u>                    </u>	<u>37,602</u>	<u>                    </u>
Benefits.....			<u>67,254</u>	<u>                    </u>
Operating.....			<u>21,320</u>	<u>                    </u>
Travel.....			<u>                    </u>	<u>                    </u>
Capital outlay.....			<u>                    </u>	<u>                    </u>
Aid.....			<u>9,729,962</u>	<u>                    </u>
Capital improvements.....			<u>                    </u>	<u>                    </u>
TOTAL.....			<u>10,000,000</u>	<u>                    </u>