

MS

PREPARED BY: Sandy Sostad  
DATE PREPARED: January 21, 2011  
PHONE: 471-0054

LB 178

Revision: 00

# FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$38,000		\$75,922	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$38,000		\$75,922	

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 178 pertains to commercial motor vehicle licenses. The bill amends state law to incorporate updated federal regulations for commercial motor vehicles. Beginning January 1, 2012, the Department of Motor Vehicles (DMV) is required to post a commercial motor vehicle driver's self-certification, retain a medical examiner's certificate of physical qualifications, and post information from the medical certificate within ten days to the Commercial Driver License Information System driver record. The department is also required to update the medical certification status of individuals as the status changes and to downgrade licensees as provided in the bill. An additional endorsement to a commercial driver's license is also added for those drivers with medical variance documentation.

DMV indicates there will be one-time expenses of \$38,000 of cash funds in FY 2011-12 for the driver license vendor to modify the license to add the new endorsement for persons with medical variances.

The bill requires commercial motor vehicle licensees to provide medical certification to the department on or after January 1, 2012 but no later than January 30, 2014. If the information is not provided then licensees may be subject to a downgrade. DMV will experience a workload increase pursuant to the bill and projects the need for an additional Staff Assistant II in FY 2012-13 to process the paperwork involved with medical certifications. One-time start-up costs for postage for notifications, informational brochures and office equipment will total \$29,500 of cash funds. On-going annual expenses for the Staff Assistant and operating costs to process the additional information will be \$46,422 of cash funds.

JAN 20 2011

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

Prepared by: Gary Ryken

Date Prepared: 20-Jan-11

LEGISLATIVE FISCAL  
Phone: 471-3902 Fax: 471-9594  
Email: gary.ryken@nebraska.gov

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2011-2012		FY 2012-2013	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$ 38,000		\$ 75,922	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$ 38,000	\$ -	\$ 75,922	\$ -

Explanation of Estimate:

LB 178 adopts undated federal regulations relating to commercial driver medical examinations, license issuance, and commercial driver disqualifications among other things. DMV will be required to keep detailed medical certification records and the status of every CDL holder. This information must be available to other states via the Commercial Driver License Information System (CDLIS). This will require modifications to the mainframe driver record system but can be accomplished using existing internal resources. The CDL license will also need modifications to add the new CDL V restrictions. The driver license vendor will need to modify their system to accomplish this at an estimated cost of \$38,000.00

Every CDL applicant and holder is required to self-certify his or her medical status. In order to process all the incoming and outgoing paperwork in an orderly and timely manner, DMV will need one additional Staff Assistant II position and associated costs of the process and position.

	Start-Up Costs	Annual Costs
Staff Assistant II	1	\$ 31,287
Benefits		\$ 13,135
Office equipment, desk, etc.	\$ 4,500	
Date Stamps for Exam Stations	\$ 3,500	
Postage for notification mailing	\$ 19,500	
Informational Brochures	\$ 2,000	
Non-compliant notice mailings		\$ 2,000
Total estimated costs	\$ 29,500	\$ 46,422

MAJOR OBJECTS OF EXPENDITURE

POSITION TITLE	NUMBER OF POSITIONS		2011-2012	2012-2013
	11-12	12-13	EXPENDITURES	EXPENDITURES
Staff Assistant II		1.0		\$ 31,287
Benefits				\$ 13,135
Operating			\$ 38,000	\$ 31,500
Travel				
Capital Outlay				
Aid				
Capital Improvements				
Total			\$ 38,000	\$ 75,922