

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				
CASH FUNDS	\$858,000	\$846,000	\$1,692,000	\$1,692,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$858,000	\$846,000	\$1,692,000	\$1,692,000

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

LB 1063 establishes additional fees for the issuance of: initial Class O operator’s licenses; motorcycle endorsements; provisional operator’s permits; learner’s permits; and school permits. The fees are to be credited to a Brain Injury Cash Fund which is established by the bill.

The Brain Injury Cash Fund is to be administered through a contract with the University of Nebraska Medical Center. It is to be used to pay for contracts for assistance for victims of traumatic brain injury with outside sources that specialize in the area of traumatic brain injury. The funds may also be used for resource facilitation, training for service providers, follow-up contact and information on brain injuries for persons on the brain injury registry, activities to promote awareness of traumatic brain injury and prevention methods, research, quality improvement processes, and the collection of data and evaluation of how needs are being met. No more than 10% of the fund may be used by the University of Nebraska Medical Center to administer the fund. The bill is operative on January 1, 2019.

Revenue for the Brain Injury Cash Fund: The Department of Motor Vehicles (DMV) estimates the following amount of revenue will be received by the Brain Injury Cash Fund annually based upon 2017 licenses and permits issued. The cash fund revenue will be 50% of this amount in FY2018-19 due to the operative date of the bill.

License Category	#	Fee	Estimated Revenue
Initial Class Operator's Licenses	60,699	\$15.00	\$910,485
Motorcycle Endorsements	33,250	\$10.00	\$332,500
Provisional Operator Permits	21,883	\$10.00	\$218,830
Learner's & School Permits	46,037	\$5.00	\$230,185
Total Revenue			\$1,692,000

Expenditures from Brain Injury Cash Fund: The bill specifies the activities that may be funded by the Brain Injury Cash Fund. No more than 10% may be expended each year by the University to administer the fund, so administrative costs will be no more than \$84,600 in FY19 and \$169,200 in FY20. The remainder of the funds will be used as aid for contracts to provide assistance to victims of traumatic brain injuries or other activities enumerated in the bill.

Expenditures by DMV Cash Fund: The DMV will incur one-time expenses of \$12,000 cash in FY2018-19 for computer programming to accommodate the increases in license and permit fees.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 1063 AM: AGENCY/POLT. SUB: Department of Motor Vehicles (DMV)

REVIEWED BY: Elton Larson

DATE: 1/31/2018

PHONE: [\(402\) 471-4173](tel:4024714173)

COMMENTS: DMV estimate of fiscal impact for the department appears reasonable.

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

2018

LB⁽¹⁾ 1063

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ University of Nebraska

Prepared by: ⁽³⁾ Michael Justus Date Prepared: ⁽⁴⁾ January 25, 2018 Phone: ⁽⁵⁾ 402-472-2191

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>850,000</u>	<u>850,000</u>	<u>1,700,000</u>	<u>1,700,000</u>
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u><u>850,000</u></u>	<u><u>850,000</u></u>	<u><u>1,700,000</u></u>	<u><u>1,700,000</u></u>

Explanation of Estimate:

LB 1063 creates the Brain Injury Cash Fund from new fees collected on operators' licenses and state identification cards. The fund would be administered through a contract with the University of Nebraska Medical Center for administration, accounting, and budgeting purposes. The funds being used to pay for statewide contracts for assistance for victims of traumatic brain injury with outside sources that specialize in traumatic brain injury; work to secure and develop community-based services for victims of traumatic brain injury; provide support groups and access to pertinent information, medical resources, and service referrals; and educate professionals who work with victims of traumatic brain injury. Additionally, no more than ten percent of the fund shall be used for the administration of the fund. Our estimate is based on information from the Department of Motor Vehicles, who estimated approximately \$1.7M in new fees annually.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Associate Professor	<u>0.25</u>	<u>0.25</u>	<u>15,000</u>	<u>30,000</u>
Coordinator	<u>1.00</u>	<u>1.00</u>	<u>35,000</u>	<u>70,000</u>
Office Assistant	<u>0.00</u>	<u>0.50</u>		<u>20,000</u>
Benefits.....			<u>16,500</u>	<u>40,000</u>
Operating.....			<u>18,500</u>	<u>10,000</u>
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
Contract expenditures			<u>765,000</u>	<u>1,530,000</u>
TOTAL.....			<u><u>850,000</u></u>	<u><u>1,700,000</u></u>

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

2018

LB⁽¹⁾ 1063

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	12,000	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>12,000</u>	_____	_____	_____

Explanation of Estimate:

The DMV will be responsible for collecting an additional fee on licenses, endorsements, and permits that will be credited to the Brain Injury Cash Fund.

There will be a one-time cost of \$12,000 for 160 hours of mainframe programming for design, coding and testing to accommodate these changes.

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.....	_____	_____	12,000	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____