

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	See below		See below	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	

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

LB 201 would make it would unlawful to sell an advertised blend of motor vehicle fuel which is an automotive spark ignition engine fuel containing an ethanol blend of 10% or less by volume at a price other than the price advertised to the consumer. Any location utilizing multi-product fuel dispensers with 6 or more fueling positions would be required to make such advertised automotive spark ignition engine fuel available at every fueling position. LB 201 would also make it unlawful to offer the same grade of motor vehicle fuel at different prices instead of an identical base price.

The Weights and Measures staff of the Department of Agriculture would be responsible for enforcing the additional provisions contained in LB 201. General compliance oversight could be carried out within the normal regulatory inspection schedule. If there are an increased number of violations or complaints relating to the provisions in LB 201, the agency estimates that an additional \$18,000 to \$25,000 could be spent annually to conduct investigations and hold compliance hearings. However, actual costs resulting from the provisions of LB 201 are anticipated to vary annually, based upon the degree of noncompliance. All costs would come from the Weights and Measures Administrative Fund, a cash fund in the Department of Agriculture.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 201	AM:	AGENCY/POLT. SUB: Nebraska Department of Agriculture	
REVIEWED BY: Claire Oglesby	DATE: 1/23/19	PHONE: (402) 471-4174	
COMMENTS: No basis to disagree with Nebraska Department of Agriculture's fiscal note.			

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

2019

LB⁽¹⁾ 201

FISCAL NOTE

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

Prepared by: ⁽³⁾ Christina Barber Date Prepared: ⁽⁴⁾ 1/22/2019 Phone: ⁽⁵⁾ 402-471-6821

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2019-20</u>		<u>FY 2020-21</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	\$ 18,750		\$ 25,000	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$ 18,750	0	\$ 25,000	0

Explanation of Estimate:

There will be additional costs to the Department to enforce these provisions because fuel stations will be impacted by this bill. The Department anticipates receiving an increase in public complaints as well as an increase in violations from routine inspections by Weights and Measures staff of the fueling stations. This will result in additional administrative and inspection time and travel costs to address this increased workload. This is also projected to increase our administrative costs for conducting compliance hearings to garner compliance.

It is estimated this bill could increase our enforcement costs by approximately \$25,000 per year in administrative and inspections costs.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20 EXPENDITURES</u>	<u>20-21 EXPENDITURES</u>
	<u>19-20</u>	<u>20-21</u>		
Benefits.....				
Operating.....			\$ 11,250	\$ 15,000
Travel.....			\$ 7,500	\$ 10,000
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			\$ 18,750	\$ 25,000