

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	216,708		92,768	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	216,708		92,768	

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

LB 197 changes provisions related to elections.

Under LB 197, the Secretary of State, in conjunction with the Department of Motor Vehicles shall, on or before January 1, 2019, develop and implement an early voting application process which may be used statewide to apply electronically using the Secretary of State's website to receive a ballot for early voting to vote by mail. The Secretary of State shall not use any General Funds to develop and implement the process but shall use funds available in the Election Administration Fund. Applicants who have a valid Nebraska motor vehicle operator's license or state identification card may use the application process to apply for a ballot for early voting after the ballots become available. The Secretary of State shall verify applicants' license or state identification card number or the last four digits of the applicants' social security numbers with DMV records. The Secretary of State shall then forward a verified application to the election commissioner or county clerk for the county in which the applicant's address is located.

The Department of Motor Vehicles estimates no fiscal impact.

The Secretary of State estimates the need for 1.0 FTE IT Infrastructure Support Tech and various programming for applications to implement the bill's provisions. There is no basis to disagree with these estimates.

The Secretary of State notes that it is unlikely that the Election Administration Cash Fund will have a balance sufficient to address the project's costs and meet the January 1, 2019 deadline. In addition, the fund does not have a revenue stream to support the ongoing costs of the system.

Since the bill's provisions specify that no General Funds shall be used to develop and implement this process and that funds available in the Election Administration Fund shall be used, this fiscal note applies the costs for Cash Funds in the table above, regardless of that specific fund's inability to pay the costs.

ADMINSTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 197	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles	
REVIEWED BY: Lee Will	DATE: 01/24/2017	PHONE: (402) 471-4175	
COMMENTS: Concur with the Department of Motor Vehicles' assessment of no fiscal impact.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 197	AM:	AGENCY/POLT. SUB: Nebraska Secretary of State's Office
REVIEWED BY: Lee Will	DATE: 01/24/2017	PHONE: (402) 471-4175
COMMENTS: Concur with the Nebraska Secretary of State's Office's assessment that the Election Administration Cash Fund may not have sufficient funding to support the requirements of the bill by January 1, 2019.		
No basis to disagree with the additional expenses anticipated by the Nebraska Secretary of State's Office with the passage of LB 197.		

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

2017

LB⁽¹⁾ 197

FISCAL NOTE

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

Prepared by: ⁽³⁾ Bart Moore Date Prepared: ⁽⁴⁾ January 18, 2017 Phone: ⁽⁵⁾ (402)471-3902

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Explanation of Estimate:

No Fiscal Impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18</u>	<u>2018-19</u>
	<u>17-18</u>	<u>18-19</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	<u>0</u>	<u>0</u>

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

2017

LB⁽¹⁾ 197

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Secretary of State's Office

Prepared by: ⁽³⁾ Joyce Woofter Date Prepared: ⁽⁴⁾ 1/18/2017 Phone: ⁽⁵⁾ 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	216,708	_____	92,768	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>216,708</u>	_____	<u>92,768</u>	_____

Explanation of Estimate:

LB 197 provides that electors having a Nebraska driver's license or state identification card can apply for an early voting ballot using the Secretary of State website. It is to be in place by January 1, 2019, and be funded by the Election Administration Cash Fund. It is unlikely that the cash balance of this fund will be sufficient to pay for this project and meet the January 1, 2019 deadline. In addition, the cash fund does not have the revenue stream to support the ongoing costs of this system.

This project will require front end programming for the application on the website which will include validation of requestor ID through DMV records (\$66,233). Back end programming for the Voter Registration System will be needed to perform a "signature grab" from the DMV database and for processing and tracking the early voting ballot application (\$92,575). We will need a project manager from the OCIO (\$3,090). We will also need an IT Infra Support Tech (\$40,000 annually) to do testing and ensure the program continues to work as designed.

Ongoing expenses will be the salary and benefits of the IT Infra Support Tech, licensing and phone expenses (\$656), and 20% of program costs for maintenance for each of the programs. In addition, there will be one-time expense in 2017-18 for purchase of a phone (\$154), and in 2018-19 for voter education (\$3,000) and county official training (\$2,000).

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18</u>	<u>2018-19</u>
	<u>17-18</u>	<u>18-19</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
IT Infra Support Tech	1.0	1.0	40,000	41,000
			14,000	14,350
Benefits.....				
Operating.....			162,708	35,418
Travel.....				2,000
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			<u>216,708</u>	<u>92,768</u>