

PREPARED BY: Sandy Sostad  
 DATE PREPARED: January 22, 2018  
 PHONE: 471-0054

**LB 740**

Revision: 00

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2018-19</b>		<b>FY 2019-20</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$4,513			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$4,513			

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

LB 740 allows metropolitan utilities districts to have permanently issued license plates for their motor vehicles and trailers beginning on January 1, 2019. The bill authorizes the Department of Motor Vehicles (DMV) to issue a distinctive metropolitan utilities district license plate. Applicants for metropolitan utilities district plates pay the regular \$3.50 fee per plate. The bill does not change registration fees for these vehicles and trailers.

Expenditures: The DMV will have one-time estimated cash fund expenditures of \$4,513 in FY19 for computer programming for the Vehicle Title Registration System to reflect the new metropolitan utilities district plates.

Sales Tax Revenue for Municipalities: The Department of Revenue indicates the bill may result in a change in the amount of sales tax revenue collected on motor vehicles in some municipalities. The amount of sales tax paid is based upon the place that a vehicle is registered. So, municipalities which levy a local sales tax within the metropolitan utility district may gain or lose revenue depending upon the existing tax situs of a motor vehicle and the site where vehicles are registered pursuant to the bill.

<b>ADMINSTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>		
LB: 740	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles
REVIEWED BY: Lee Will	DATE: 01/19/2018	PHONE: <a href="tel:4024714175">(402) 471-4175</a>
COMMENTS: The Department of Motor Vehicles' assessment of fiscal impact seems reasonable given the assumptions used.		



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

**2018**

**LB<sup>(1)</sup> 740**

**FISCAL NOTE**

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

Prepared by: <sup>(3)</sup> Bart Moore Date Prepared: <sup>(4)</sup> 1/18/2018 Phone: <sup>(5)</sup> 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	<u>4,513</u>	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 740 allows qualified Metropolitan Utility Districts to apply for permanent vehicle and trailer license plates. Creating a new plate type will require modifications to the Vehicle Titling and Registration computer system. An estimated 50 hours of programming will be required to make the changes.

Computer Programming (OCIO) 50 hours at \$90.25/hr = \$4,513

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.....	_____	_____	<u>4,513</u>	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____