

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$77,860		\$77,256	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$77,860		\$77,256	

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

LB 742 changes provisions of the Election Act.

LB 742 specifies that photographs in the possession of the Secretary of State, the election commissioner, or the county clerk shall not be public records as defined in section 84-712.01 and not subject to disclosure under sections 84-712 to 84-712.09. Electronic poll books for precincts shall contain photographs used to verify identification of voters in the precinct. Registered voters without a photograph in the electronic poll book shall show identification or photographic identification before casting a ballot.

Section 5 requires the Department of Motor Vehicles (DMV), with assistance of the Secretary of State (SoS), to prescribe a voter registration application that is designed so that voter information is transmitted to the election commissioner or county clerk unless the voter specifies that he or she does not want to register to voter or update the voter registration record.

Section 16 is an outright repeal of 32-309.

The provisions of LB 742 make voter registration automatic for qualified driver's license and state ID applicants, unless the applicant specifies that he or she does not wish to register to vote. The SoS estimates this will result in an additional 300,000 voter registrations each year. In order to administer the increased number of applicant transactions, the SoS identifies the need for 1.0 IT Infrastructure Support Technician. This estimate appears to be reasonable.

SoS notes that the provisions of section 60-484.02(3) do not allow for DMV or law enforcement officials to release digital images for the purposes described in LB 742. Under the current provisions of LB 742, SoS does not believe it would be able to obtain digital images. Should the bill's language be modified to allow for this, SoS estimates its fiscal costs will increase by \$17,000.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 742	AM:	AGENCY/POLT. SUB: Department of Motor Vehicles	
REVIEWED BY: Kimberly Burns	DATE: 01/27/2023	PHONE: (402) 471-4171	
COMMENTS: Concur with the Department of Motor Vehicles' assessment of no fiscal impact from LB 742.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 742	AM:	AGENCY/POLT. SUB: Secretary of State	
REVIEWED BY: Kimberly Burns	DATE: 03/07/2023	PHONE: (402) 471-4171	
COMMENTS: No basis to disagree with the Secretary of State's assessment of fiscal impact from LB 742.			

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

2023

LB⁽¹⁾ 742

FISCAL NOTE

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

Prepared by: ⁽³⁾ Bart Moore Date Prepared: ⁽⁴⁾ January 23, 2023 Phone: ⁽⁵⁾ 402-471-3902

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No Fiscal Impact

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2023

LB⁽¹⁾ 742

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Secretary of State

Prepared by: ⁽³⁾ Joan Arnold Date Prepared: ⁽⁴⁾ 3-3-2023 Phone: ⁽⁵⁾ 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$77,860		\$77,256	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$77,860		\$77,256	

Explanation of Estimate:

LB742 proposes automatic voter registration. There would be ongoing costs associated with the proposed legislation as it would significantly increase the amount of data being transmitted. We currently process about 250,000 transactions on average per year, and we expect that this change could result in an increase to approximately 550,000 transactions each year. As a result of this increased traffic, we estimate increased costs from the OCIO of approximately \$1,900 per year. We also anticipate needing an IT Infrastructure Support Tech to monitor the system transactions given the additional volume and to troubleshoot issues that may arise. This position is expected to cost approximately \$75,500 per year for salary, benefits, equipment, supplies, and technology expenses.

Additionally, Section 3 of LB742 appears to propose modifications to our voter registration system to pull in photographs from DMV records, in addition to the digital signature currently pulled. However, statute 60-484.02(3) prevents our office from obtaining digital images from DMV, so as currently stated, we do not believe we would be able to obtain any photographs. Should the language be modified, our system vendor estimates these modifications would cost \$17,000. Due to the uncertainty of obtaining photographs from the DMV records, we have not included this cost in the expenditures estimated above.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
IT Infrastructure Support Technician	1.0	1.0	\$50,000	\$52,500
Benefits.....			\$20,000	\$21,000
Operating.....			\$5,260	\$3,756
Travel.....				
Capital outlay.....			\$2,600	
Aid.....				
Capital improvements.....				
TOTAL.....			\$77,860	\$77,256