

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Updated for the 2026 Legislative Session.

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	206,400	0	0	206,400
FY2027-2028	0	295,200	0	0	295,200
FY2028-2029	0	295,200	0	0	295,200

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

LB207 amends Nebraska §60-3,191 to establish a registration fee specifically for commercially registered alternative fuel vehicles with a gross weight of 7,500 pounds or more. This includes vehicles powered by electricity and solar power, but not diesel fuel nor compressed fuel. The fee would be set at \$450.00, and credited to the Highway Trust Fund.

Expenditures:

The Nebraska Department of Motor Vehicles (DMV) is estimating any programming expenditures can be absorbed by the agency’s current appropriation.

Revenues:

The Nebraska Department of Transportation (NDOT) is estimating a growth in commercially registered alternative fuel vehicles by 43% year over year in FY2026-27 and FY2027-28. This increase in the number of commercially registered alternative fuel vehicles would result in a total revenue of \$387,000 in FY2026-27 and \$553,500 in FY2027-28. These revenues would be split between NDOT, cities, and counties as shown below:

Revenue Increase to the Highway Trust Fund		
	FY2026-27	FY2027-28
Highway Cash Fund (NDOT)	\$206,400	\$295,200
Highway Allocation Fund (cities and counties)	\$180,600	\$258,300

If LB207 were to take effect, NDOT would consider this revenue increase in their calculations during the gas tax rate setting, with a corresponding adjustment to the variable rate in order to generate revenue based on NDOT’s Highway Cash Fund appropriation, as set by the Legislature.

The City of Lincoln has indicated the increased registration fee for commercially registered alternative fuel vehicles would result in a minimal increase to their share of the Highway Allocation revenue.

Both the Nebraska Department of Revenue (DOR) and the Metropolitan Utilities District of Omaha anticipate no fiscal impact.

There is no basis to disagree with these estimations of fiscal impact by the DMV, NDOT, DOR, the Metropolitan Utilities District of Omaha, nor the City of Lincoln.

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

Prepared by: <sup>(3)</sup> Bart Moore

Date Prepared: <sup>(4)</sup> 12/11/2025

Phone: <sup>(5)</sup> 402-471-3902

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2026-27		FY 2027-28	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

The Department will have programming costs that will be absorbed within existing agency appropriation.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2026-27	2027-28
	26-27	27-28	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

State Agency OR Political Subdivision Name: <sup>(2)</sup> City of Lincoln

Prepared by: <sup>(3)</sup> Claire Oglesby

Date Prepared: <sup>(4)</sup> 12/01/2025

Phone: <sup>(5)</sup> 402-441-8301

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

As written, there would be a minimal increase to the Highway Allocation revenue received by the City of Lincoln. Also, the City of Lincoln alternative-fuel vehicles weighing more than 7,500lbs are not classified as commercial vehicles so there would be no impact to expenditures.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

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

**2026**

**LB<sup>(1)</sup> 207**

**FISCAL NOTE**

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

Prepared by: <sup>(3)</sup> Jenessa Boynton Date Prepared: <sup>(4)</sup> 12/3/2025 Phone: <sup>(5)</sup> 402-479-4691

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2026-27</u>		<u>FY 2027-28</u>
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>
			<u>REVENUE</u>
GENERAL FUNDS			
CASH FUNDS		\$206,400	\$295,200
FEDERAL FUNDS			
OTHER FUNDS		\$180,600	\$258,300
TOTAL FUNDS		\$387,000	\$553,500

**Explanation of Estimate:**

LB207 would require commercially registered alternative fuel vehicles having a gross weight of more than seven thousand five hundred pounds to pay an alternative fuel registration fee of four hundred fifty dollars.

Registration fees are remitted to the State Treasurer for credit to the Highway Trust Fund, which is shared between Nebraska Department of Transportation (NDOT), cities, and counties.

Based on information from the Department of Motor Vehicles, NDOT estimated commercially registered alternative fuel vehicles will grow forty-three percent year over year in FY2026-27 and FY2027-28. The increase in registration fee and growth of the number of vehicles registered is anticipated to result in an increase in revenue for the NDOT, cities and counties as follows:

Revenue to Highway Trust Fund		
	FY2026-27	FY2027-28
Highway Cash Fund (NDOT)	\$206,400	\$295,200
Highway Allocation Fund (cities and counties)	\$180,600	\$258,300

During FY2026-27 and FY2027-28 and subsequent years, NDOT would consider the increase in revenue to the Highway Trust Fund during the motor fuels tax setting and adjust the variable rate accordingly to generate revenue based on NDOT's Highway Cash Fund appropriation set by the Legislature.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

POSITION TITLE	NUMBER OF POSITIONS		2026-27	2027-28
	26-27	27-28	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

# LB 207 – Update for 2026 Session.

Fiscal Note 2026

## State Agency Estimate

State Agency Name: Department of Revenue

Date Due LFO:

Approved by: James R. Kamm

Date Prepared:

Phone: 471-5896

	<b>FY 2026-2027</b>		<b>FY 2027-2028</b>		<b>FY 2028-2029</b>	
	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0

LB 207 would increase the registration fees from \$150 to \$450 for any commercially registered alternative fuel vehicle having a gross weight of more than seven thousand five hundred pounds.

The fee for any other motor vehicle powered by an alternative fuel will remain \$150 except for a motorcycle or plug-in hybrid electric vehicle which will remain \$75.

It is estimated that this bill will have no impact on General Fund revenues.

It is estimated that there will be no cost to the Department of Revenue to implement this bill.

The operative date for this bill is three months after adjournment of the Legislature.

## Major Objects of Expenditure

<u>Class Code</u>	<u>Classification Title</u>	<u>25-26 FTE</u>	<u>26-27 FTE</u>	<u>27-28 FTE</u>	<u>25-26 Expenditures</u>	<u>26-27 Expenditures</u>	<u>27-28 Expenditures</u>
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Capital Improvements.....							
<b>Total.....</b>							

State Agency OR Political Subdivision Name: <sup>(2)</sup> State Treasurer

Prepared by: <sup>(3)</sup> Jason Walters

Date Prepared: <sup>(4)</sup> December 2, 2025

Phone: <sup>(5)</sup> 402-471-2793

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2026-27		FY 2027-28	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

The State Treasurer’s Office doesn’t expect any fiscal impact from LB 207 to the office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2026-27	2027-28
	26-27	27-28	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 207	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY:	Jacob Leaver	DATE: 12/19/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Department of Revenue's estimate of no fiscal impact as a result of LB 207.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 207	AM: 73	AGENCY/POLT. SUB: Department of Motor Vehicles	
REVIEWED BY:	Jacob Leaver	DATE: 12/19/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Department of Motor Vehicles' estimate of no fiscal impact as a result of LB 207 AM 73.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 207	AM:	AGENCY/POLT. SUB: Department of Transportation	
REVIEWED BY:	Jacob Leaver	DATE: 12/10/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Department of Transportation's estimated fiscal impact as a result of LB 207.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 207	AM:	AGENCY/POLT. SUB: State Treasurer	
REVIEWED BY:	Jacob Leaver	DATE: 12/6/2025	PHONE: (402) 471-4173
COMMENTS: No basis to dispute the State Treasurer's estimate of no fiscal impact as a result of LB 207.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 207	AM:	AGENCY/POLT. SUB: Metropolitan Utilities District	
REVIEWED BY:	Jacob Leaver	DATE: 12/6/2025	PHONE: (402) 471-4173
COMMENTS: No basis to dispute the Metropolitan Utilities District estimate of no fiscal impact as a result of LB 207.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 207	AM:	AGENCY/POLT. SUB: City of Lincoln	
REVIEWED BY:	Jacob Leaver	DATE: 12/6/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the City of Lincoln's estimated minimal fiscal impact as a result of LB 207.			

State Agency OR Political Subdivision Name: <sup>(2)</sup> Metropolitan Utilities District of Omaha

Prepared by: <sup>(3)</sup> Steve Dickas

Date Prepared: <sup>(4)</sup> 12-04-2025

Phone: <sup>(5)</sup> 402- 504 -7111

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2026-27		FY 2027-28	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$0	\$0	\$0	\$0

Explanation of Estimate:

LB207 obligates operators of alternative fuel motor vehicles weighing more than seven thousand five hundred pounds to pay a higher fee to the Department of Motor Vehicles, which varies depending on weight.

Section 60-306 defines alternative fuel as electricity, solar power, or any other source of energy not otherwise taxed under the motor fuel laws in the state. There is an exemption for Compressed Natural Gas (CNG).

LB 207 does not have any impact to the Metropolitan Utilities District of Omaha as the bill's target is heavy duty (large weight) electric vehicles. The Metropolitan Utilities District of Omaha utilizes motor vehicles fueled by CNG.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2026-27	2027-28
	26-27	27-28	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				