

# FISCAL NOTE

## LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised due to amendments on General File

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	83,200	0	0	83,200
FY2027-2028	0	85,760	0	0	85,760
FY2028-2029	0	85,760	0	0	85,760

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

LB207 as amended by AM73, would modify Nebraska §60-3,191 to establish a registration fee specifically for commercially registered alternative fuel vehicles, which are not registered pursuant to Nebraska §60-3,198 and that has 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.

This bill would become effective three calendar months after the adjournment of the Legislature.

### Expenditures:

The Nebraska Department of Motor Vehicles (DMV) is estimating programming expenditures which 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 3% 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 \$156,000 in FY2026-27 and \$160,800 in FY2027-28; credited to the Highway Trust Fund. The Highway Trust Fund revenues are then allocated 53.3% to the Highway Cash Fund (for NDOT) and 46.6% to the Highway Allocation Fund (which is shared by cities and counties). Thus, the revenue split between NDOT and the cities/counties would be as shown below:

Revenue Increase to the Highway Trust Fund		
	FY2026-27	FY2027-28
Highway Cash Fund (NDOT)	\$83,200	\$85,760
Highway Allocation Fund (cities and counties)	\$72,800	\$75,040

If LB207 were to pass, 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.

There is no basis to disagree with these estimations of fiscal impact by the DMV nor NDOT.

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2026

LB<sup>(1)</sup> 207 AM 73

FISCAL NOTE

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

Prepared by: <sup>(3)</sup> Lily Kathee Date Prepared: <sup>(4)</sup> 1/20/2026 Phone: <sup>(5)</sup> 402-479-4635

**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		\$83,200		\$85,760
FEDERAL FUNDS				
OTHER FUNDS		\$72,800		\$75,040
TOTAL FUNDS		\$156,000		\$160,800

**Explanation of Estimate:**

LB207 AM 73 would require commercially registered alternative fuel vehicles not registered pursuant to section 60-3,198 and 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 received from the Department of Motor Vehicles, NDOT estimated commercially registered alternative fuel vehicles will grow three percent year over year in FY2026-27 and FY2027-28. The increase in registration fees 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)	\$83,200	\$85,760
Highway Allocation Fund (cities and counties)	\$72,800	\$75,040
Total	\$156,000	\$160,800

During FY 2026-27, FY 2027-28, and subsequent fiscal years, NDOT would consider increases in revenue to the Highway Trust Fund when setting the motor fuels tax and would adjust the variable rate accordingly to generate revenue consistent with NDOT's Highway Cash Fund appropriation as established 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.....				

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.....				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 207	AM: 73	AGENCY/POLT. SUB: Nebraska Department of Transportation
REVIEWED BY: Ashley Dempsey	DATE: 1/22/26	PHONE: (402) 326-2182
COMMENTS: Concur with the Nebraska Department of Transportation's estimated fiscal impact as a result of LB 207 AM 73.		