

FISCAL ESTIMATE FORM

1999 Session

LRB # -3656/1

ORIGINAL

UPDATED

INTRODUCTION # AB 557

CORRECTED

SUPPLEMENTAL

Admin. Rule #

Subject

special distinguishing registration plates expressing enthusiasm for hunting or fishing for sport.

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

Increase Costs - May be possible to Absorb Within Agency's Budget Yes No

Increase Existing Appropriation

Increase Existing Revenues

Decrease Existing Appropriation

Decrease Existing Revenues

Create New Appropriation

Decrease Costs

Local: No local government costs

1. Increase Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities

2. Decrease Costs
 Permissive Mandatory

4. Decrease Revenues
 Permissive Mandatory

Counties Others _____
 School Districts WTCS Districts

Fund Sources Affected

GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

20.395(5)(cq); 20.395(4)(aq)

Assumptions Used in Arriving at Fiscal Estimate:

This bill creates 2 new fund-raising plates: one each for hunting and fishing enthusiasts. Contributions (\$25 annually) would go to the Conservation Fund, along with Endangered Resources (ER) plate contributions. The hunting and fishing plates would have a \$10 issuance fee. The first \$15,000 contribution from each plate would be retained in the Transportation Fund to partially offset DOT's initial cost. Finally, the bill requires DOT to propose different designs for each of the 2 plates, and allow a public vote, before choosing a design.

One-time costs: Data processing modifications would require 407 days of effort (332 days for 1 plate type and 75 days for the second plate type at the same time), for a cost (\$577/day) of \$234,800. Significant changes to title, registration, renewal, financial, plate order, statistical, and inquiry programs, are required. Plate design is estimated to cost about \$5,700 in salary and fringe benefits. This includes graphic artist time, and staff time to establish, maintain, and record a public input and voting process. One-time costs are fixed, regardless of the volume of plates sold.

Volumes: It is impossible to tell how many plates would be sold. First-year plate sales of the ER plate was about 13,000, declining each year after that to 3,800 in 1998. Currently there are about 24,000 ER plates registered; in FY 99, the contributions to DNR totalled about \$633,000. DNR has also been very diligent in marketing. Based on ER experience, first-year sales of hunting and fishing plates might be somewhere between 10,000 and 20,000 total, declining to perhaps 3,000 to 6,000 a year after that. For illustrative purposes, if 15,000 plates were sold in the first year, contributions of \$375,000 would be generated. Of this, \$30,000 would be retained by the Transportation Fund to partially offset one-time costs.

Annual cost: DMV's current cost to issue special group plates is a weighted average of about \$14 per plate set issued. Issuance fee for the hunting and fishing plate is \$10, leaving \$4 per plate set unfunded. If 15,000 plates were sold the first year, this would result in an estimated DOT issuance cost of \$210,000 which includes 1.0 FTE permanent position (for on-going workload) and overtime (for initial workload). Issuance fee for first-year plate sales would yield \$150,000 revenue to DOT, leaving \$60,000 unfunded.

Long-Range Fiscal Implications:

This estimate assumes DOT could actually undertake DP work. However, DOT's DP staff is extremely limited; and some enacted legislation cannot currently be implemented. This project would redirect staff committed to DP system redesign and other project areas, resulting in further delay in those areas.

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Date
11/5/99

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

1999 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

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special distinguishing registration plates expressing enthusiasm for hunting or fishing for sport.


I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):
\$240,500: \$234,800 for data processing modifications, and \$5,700 for plate design. \$30,000 contribution revenue retained, leaving \$210,500 unfunded.

II. Annualized Costs:

	Annualized Fiscal impact on State funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$ 114,600	\$ -
(FTE Position Changes)	(1.0 FTE)	(- FTE)
State Operations - Other Costs	95400	-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$ 210,000	\$ -
B. State Costs by Source of Funds		
GPR	\$	\$ -
FED		-
PRO/PRS		-
SEG/SEG-S	210,000	-
III. State Revenues Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)	Increased Rev.	Decreased Rev.
GPR Taxes	\$	\$ -
GPR Earned		-
FED		-
PRO/PRS		-
SEG/SEG-S	150,000	-
TOTAL State Revenues	\$ 150,000	\$ -

NET ANNUALIZED FISCAL IMPACT

	STATE	LOCAL
NET CHANGE IN COSTS	\$210,000 _____	\$ _____
NET CHANGE IN REVENUES	\$150,000 _____	\$ _____

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