

LRB # 99 LRB-3521/3
INTRODUCTION # AB 757
Admin. Rule #

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Subject
insert tags and decals on vehicle registration plates and providing a penalty

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

2. Decrease Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory

4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities
 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 LRB draft is a revision of LRB-3521/2. This draft authorizes DOT to issue renewal "tags" or "decals" for both front and rear registration plates, except (this is the change from /2) on heavy vehicles which would continue to receive one sticker. The draft clarifies the location of these stickers on the plate, and establishes a penalty of forfeiture of up to \$25 for failing to place the stickers in the proper location on the plate.

Annual cost: Newly issued plates would require additional stickers for a cost of \$96,800 annually. For vehicles that already have plates, additional year stickers would be sent upon renewal for a cost of \$195,500 annually. In addition, beginning July 1, 2000, annually we will be reissuing new license plates for about 500,000 vehicles instead of merely sending stickers at renewal time. For these vehicles we would issue 4 stickers instead of 2 stickers for an added cost of \$64,000. Thus, total annual cost is \$356,300.

One-time cost: The fleet of vehicles currently registered will receive two year stickers every year at renewal, but they need only receive an additional month sticker once. Therefore, for the first renewal cycle after this law goes into effect (to reach all the vehicles in the fleet which need a new month sticker), we must send a month sticker as well as the year stickers.

In order to accomplish this, we must make data processing modifications which will flag vehicle records to receive one (front) month sticker and then make sure the vehicle does not receive another one in future renewal or title transactions. Also, because at any given time we are renewing vehicles with any month expiration, we must program the system to issue the proper month sticker for the vehicle being renewed. This is done by programming the system to choose the correct "inserting station" to obtain the correct month sticker for each one of the over 3 million renewals.

Data processing modifications are estimated to require 282 days at a cost of \$162,700. The cost of additional month stickers is \$195,500. Thus, total one-time cost is \$358,200.

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.

Prepared By: / Phone # / Agency Name Carson P. Frazier/ 266-7857 / Transportation	Authorized Signature / Telephone No. 266-2233	Date 2/14/00
---	---	------------------------

copy 2/15/00

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

1999 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB # 99 LRB-3521/3

Admin. Rule #

INTRODUCTION # QABN757

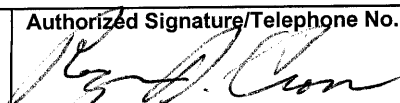
Subject
insert tags and decals on vehicle registration plates and providing a penalty

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):
\$358,200 for data processing modifications and increased sticker cost.

II. Annualized Costs:		Annualized Fiscal impact on State funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$	\$ -
(FTE Position Changes)		(FTE)	(- FTE)
State Operations - Other Costs		356,300	-
Local Assistance			-
Aids to Individuals or Organizations			-
TOTAL State Costs by Category		\$ 356,300	\$ -
B. State Costs by Source of Funds			
GPR		\$	\$ -
FED			-
PRO/PRS			-
SEG/SEG-S		356,300	-
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			-
TOTAL State Revenues		\$	\$ -

NET ANNUALIZED FISCAL IMPACT

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$356,300 _____	\$ _____
NET CHANGE IN REVENUES	\$ _____	\$ _____

Prepared By: / Phone # / Agency Name Carson P. Frazier / 266-7857 / Transportation	Authorized Signature/Telephone No.  266-2233	Date 2/14/00
--	--	------------------------

Jacy 2/15/00