

FISCAL ESTIMATE
DOA-2048 N(R10/94)

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
AB 54, LRB 0297/1
Amendment No. if Applicable

Subject
Issuing dealer registration plates to motor vehicle salvage pools

Fiscal Effect

State: No State Fiscal Effect

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

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

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

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

Assumptions Used in Arriving at Fiscal Estimate

This bill eliminates the requirement that motor vehicle salvage pools obtain dealer registration plates, but allows salvage pools to do so if desired. Dealer registration plates must by statute be used on vehicles that a dealer owns or repossesses. However, salvage pools virtually always sell vehicles on consignment to licensed dealers, and thus do not own the vehicles they sell and cannot legally use dealer plates on those vehicles. Thus, requiring salvage pools to obtain dealer plates amounts to a useless expenditure.

There are currently ten active licensed salvage pools in the state. The minimum fee for dealer plates is \$150 for two plates for the two years licensing period. Of the 10 salvage pools, 7 have the minimum required two plates (the other 3 salvage pools have additional dealer plates, likely for use on vehicles that the pool may occasionally acquire). If these 7 salvage pools chose not to obtain dealer plates, there would be a negligible revenue loss to the Transportation Fund of \$500 annually.

This bill makes no changes in licensing requirements for salvage pools; therefore, no reduction of workload occurs. The state would save the cost of two license plates for each of the 7 pools, which is negligible.

Long-Range Fiscal Implications

Agency/Prepared by: (Name & Phone No.)
Transportation/Carson P. Frazier (266-7857)

Authorized Signature/Telephone No.
 266-2233

Date
1/27/99

FISCAL ESTIMATE WORKSHEET

1999 ~~1997~~ Session

Detailed Estimate of Annual Fiscal Effect
DOA-2047 (R10/94)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No. AB 54, LRB 0297/1	Amendment No.
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Subject
Issuing dealer registration plates to motor vehicle salvage pools

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):
None

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			-
Local Assistance			-
Aids to Individuals or Organizations			-
TOTAL State Costs by Category		\$	\$ -
B. State Costs by Source of Funds		Increased Costs	Decreased Costs
GPR		\$	\$ -
FED			-
PRO/PRS			-
SEG/SEG-S			-
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

	STATE		LOCAL	
NET CHANGE IN COSTS	\$	-0-	\$	-0-
NET CHANGE IN REVENUES	\$	negligible	\$	-0-

Agency/Prepared by: (Name & Phone No.) Transportation/Carson P. Frazier (266-7857)	Authorized Signature/Telephone No.  266-2233	Date 1/27/99
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