



**Fiscal Estimate Narratives**  
**DOT 1/18/02**

LRB Number <b>01-3158/1</b>	Introduction Number <b>AB-701</b>	Estimate Type <b>Original</b>
<b>Subject</b> Registration plates for state vehicles		

**Assumptions Used in Arriving at Fiscal Estimate**

AB 701 requires DOT to issue 2 license plates, rather than 1, to public-use vehicles owned or leased by the state, a municipality or county, or a federally recognized Indian tribe or band. The bill increases the one-time fee for original issuance from \$5 to \$10. DOT would begin issuing 2 plates on the effective date of the bill. Vehicles currently plated with one plate would continue to display that one plate.

DMV issues about 800 state-owned license plates per year, and about 2,500 municipality or county-owned or -leased plates, which are currently one plate. The universe that would be issued 2 plates is 3,300 per year.

The difference in cost between 1 plate and 2 plates is currently \$1.25 for plates and \$.107 for postage. Thus, cost to DOT is increased by \$4,500 annually. This bill increases the fee by \$5. Thus, revenue to the Transportation Fund is increased by \$16,500 annually.

Cost to local government would increase by \$5 for each newly-registered vehicle (local governments generally reassign plates to replacement vehicles for a fee of \$1, rather than newly register vehicles). The 2,500 newly registered vehicles annually are spread among all local governments. Therefore, while there is a \$16,500 annual cost increase to local governments as a whole, the cost increase to any one particular local government is negligible.

**Long-Range Fiscal Implications**

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number 01-3158/1</b>		<b>Introduction Number AB-701</b>	
<b>Subject</b>			
Registration plates for state vehicles			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
None			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes	\$		
(FTE Position Changes)			
State Operations - Other Costs	4,500		
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>	<b>\$4,500</b>		<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S	4,500		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
	Increased Rev	Decreased Rev	
GPR Taxes	\$	\$	
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S	16,500		
<b>TOTAL State Revenues</b>	<b>\$16,500</b>		<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$4,500	\$Negligible	
NET CHANGE IN REVENUE	\$16,500	\$0-	
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
DOT/ Carson Frazier (608) 266-7857		Carol Buckmaster (608) 267-6979	1/18/02