

Fiscal Estimate Narratives

DOT 2/22/02

LRB Number 01-4402/2	Introduction Number AB-827	Estimate Type Original
Subject Requiring notice to DOT of transfer of title and requiring DOT to create a perforated title certificate		

Assumptions Used in Arriving at Fiscal Estimate

This bill requires a vehicle seller to notify DOT that the vehicle is sold, and DOT to record this information. This is a completely new step in the vehicle title transfer process. To accommodate the new step, DOT would begin to issue a scannable "seller notification" form with a title, and over time most notifications would be processed by scanning. However, there will always be a need for manual processing and error correction.

One-time cost to DMV to modify data processing system of 555 staff days for cost of \$320,200. Cost to purchase scanning equipment of \$79,300. Cost to equip positions of \$372,300. Total one-time cost \$771,800.

Permanent positions reflect the long-term staffing need. The first several years, staffing above the long-term level would be accomplished using LTEs. The long-term program requires 10.7 FTE permanent position increase and \$459,700 annually for salary and operational cost. In the first year, additional 27.5 position staffing need is provided by LTEs, for \$608,900. Total first-year cost is \$1,068,600 and 10.7 FTE permanent positions.

Long-Range Fiscal Implications

Over time, LTE use would decline. After 10 years, on-going program would require 10.7 FTE permanent positions, and \$459,700 annually (based on year 2002 salary and operating cost rates).

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Requiring notice to DOT of transfer of title and requiring DOT to create a perforated title certificate			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
Total one-time cost \$771,800, for data processing modifications, purchase of scanning equipment, and equipping positions.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$846,500	
(FTE Position Changes)		(10.7 FTE)	
State Operations - Other Costs		222,100	
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$1,068,600	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S		1,068,600	
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		\$1,068,600	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
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