

Fiscal Estimate - 2005 Session

- Original Updated Corrected Supplemental

LRB Number 05-1601/1 **Introduction Number** AB-202

Subject
Registration plates for military

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

Increase Existing Appropriations Increase Existing Revenues
 Decrease Existing Appropriations Decrease Existing Revenues
 Create New Appropriations

Increase Costs - May be possible to absorb within agency's budget
 Yes No
 Decrease Costs

Local:

No Local Government Costs
 Indeterminate

1. Increase Costs 3. Increase Revenue
 Permissive Mandatory Permissive Mandatory

2. Decrease Costs 4. Decrease Revenue
 Permissive Mandatory Permissive Mandatory

5. Types of Local Government Units Affected
 Towns Village Cities
 Counties Others
 School Districts WTCS Districts

Fund Sources Affected **Affected Ch. 20 Appropriations**
 GPR FED PRO PRS SEG SEGS 20.395(5)(cq)

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

DOT 3/21/2005

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Assumptions Used in Arriving at Fiscal Estimate

AB 202 creates special "military-group" license plates for the military service academies and for the Civil Air Patrol. This is not a fund-raising plate. Like all other special plates enumerated under S.341.14(6r)(f), these special plates require a \$15 fee for issuance or reissuance, paid by the person who registers the vehicle with special group plates.

The bill appropriates the first \$10,200 of issuance/reissuance fee revenue received for the service academy and Civil Air Patrol plates, into an existing appropriation.

VOLUME

Service Academies:

Special plates are currently available for all University of Wisconsin campuses. The largest group is the UW-Madison, with about 5,900 vehicles currently registered. The next largest group is UW-Whitewater with 240 plates, and UW-Milwaukee with 198 plates.

Based on this experience, DOT estimates that special plate sales for all the service academies may total about 100 in the first year of plate sales. After the first year, the number of plates issued annually will likely drop to perhaps 10 per year.

Civil Air Patrol:

The Civil Air Patrol has about 800 members of driving age, in Wisconsin. DMV's experience suggests that a large number of eligible CAP members might purchase a special plate. This estimate assumes that perhaps 400 persons might purchase the plate when it becomes available. After the first year, this number would decline to perhaps 10 - 15 annually.

Thus, a total of 500 plates in the first year and 20 - 25 plates annually after the first year would be sold.

FISCAL IMPACT

One-time cost and revenue:

Total one-time cost is \$18,200. DMV would incur start-up cost of \$10,200 for data processing system programming changes, which occurs before any plates are sold and regardless of how many plates are sold. DMV's cost to process and issue special plates is about \$16 per plate. DMV would incur \$8,000 cost in the first year to issue 500 sets of plates.

Issuance/reissuance fee is \$15 per plate set issued. For 500 plates issued in the first year, the Transportation Fund would experience increased revenue of \$7,500. The bill directs that the revenue be appropriated, and would partially offset DMV's one-time cost.

Unfunded cost of \$10,700 remains. DMV cannot absorb this cost within its current budget.

On-going annual cost and revenue:

After the first year of plate sales, the volume would likely decline to an annual level of about 20 - 25 plates per year. DMV would be able to absorb the ongoing cost of about \$300 to \$400 per year. The Transportation Fund would experience a negligible revenue increase of \$300 - \$375 per year.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject		
Registration plates for military		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
Cost in the first year of \$18,200. This includes \$10,200 data processing modifications and \$8,000 in LTE, plate and sticker, postage and handling, to process and issue 500 plates. Revenue increase of \$7,500, which is appropriated to partially offset costs. Unfunded cost of \$10,700. DMV cannot absorb this cost within its current budget.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs Decreased Costs	
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	
B. State Costs by Source of Funds		
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	\$	\$
NET CHANGE IN REVENUE	\$	\$
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