

Fiscal Estimate - 2011 Session

Original Updated Corrected Supplemental

LRB Number 11-2823/1	Introduction Number AB-0304	
Description trailer or semitrailer registration		
Fiscal Effect		
State:		
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input checked="" type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Create New Appropriations <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Decrease Costs		
Local:		
<input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
Fund Sources Affected		
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS s. 20.395(5)(cq)		
Affected Ch. 20 Appropriations		
Agency/Prepared By	Authorized Signature	Date
DOT/ Reed McGinn (608) 266-7857	Stephanie LaSage (608) 267-3703	10/21/2011

Fiscal Estimate Narratives

DOT 10/21/2011

LRB Number 11-2823/1	Introduction Number AB-0304	Estimate Type Updated
Description trailer or semitrailer registration		

Assumptions Used in Arriving at Fiscal Estimate

BILL SUMMARY

This bill creates a registration category for trailers weighing more than 12,000 pounds but not more than 14,000 pounds. Under the amended proposal, these trailers may be registered for a fee that is the average of the fees prescribed for motor trucks weighing 12,000 pounds and 16,000 pounds, which under current law is a fee of \$246.

ASSUMPTIONS

Current trailer registration levels:

12000 pounds: 16,757

16000 pounds: 5,584

Trailer Registration costs:

12000 pounds: \$104.50

14000 pounds: \$246.00 (proposed)

16000 pounds: \$283.00

Revenue impact of re-registering:

Moving up (12K to 14K): \$141.50 revenue gain

Moving down (16K to 14K): \$37 revenue loss

FISCAL EFFECT

The creation of a new weight category for trailer plates will require a projected \$5,600 for programming costs. Establishing an initial plate inventory will require an additional \$200 for total one-time costs of \$5,800.

It is difficult to anticipate exactly how many trailers will be re-registered and if they will move up or down in weight, as there is now way for DMV to accurately predict customer behavior. However, DMV believes that customers wishing to operate at 14,000 pounds are more likely currently registered at 16,000 pounds, so the bill will likely cause a higher percentage of registrants to lower their weight class than to increase their weight class.

The following is an illustration of the revenue impact if 25% of those currently registered at 12,000 pounds moved up in registration and 50% currently registered at 16,000 pounds moved down in registration:

25% moving from 12000 to 14000:

$16,757 * .25 = 4,189$

$4,189 * \$141.50 = \$592,779$ revenue gain.

50% moving from 16000 to 14000:

$5,584 * .5 = 2,792$

$2,792 * \$37 = \$103,304$ revenue loss.

Projected net revenue gain under this scenario: \$489,474

Long-Range Fiscal Implications

See above.

Fiscal Estimate Worksheet - 2011 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description trailer or semitrailer registration			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
The creation of a new weight category for trailer plates will require a projected \$5,600 for programming costs. Establishing an initial plate inventory will require an additional \$200 for total one-time costs of \$5,800.			
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 (20.395(5)(cq))	489,474		
TOTAL State Revenues	\$489,474		\$
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$		\$
NET CHANGE IN REVENUE	\$489,474		\$
Agency/Prepared By		Authorized Signature	Date
DOT/ Reed McGinn (608) 266-7857		Stephanie LaSage (608) 267-3703	10/21/2011