

Fiscal Estimate - 2015 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 15-2992/1	Introduction Number AB-0455
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Description
 Registration of special interest, reconstructed, replica, or street modified vehicles and providing a penalty

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input checked="" type="checkbox"/> Indeterminate	<input type="checkbox"/> Increase Existing Appropriations	<input checked="" type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Decrease Costs	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Local:

<input type="checkbox"/> No Local Government Costs	<input type="checkbox"/> Indeterminate	5. Types of Local Government Units Affected		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns	<input type="checkbox"/> Village	<input type="checkbox"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties	<input type="checkbox"/> Others	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> School Districts	<input type="checkbox"/> WTCS Districts	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory			

Fund Sources Affected	Affected Ch. 20 Appropriations
<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	20.395(5)(cq)

Agency/Prepared By DOT/ Reed McGinn (608) 266-7857	Authorized Signature Nate Yahn (608) 266-1114	Date 11/12/2015
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Fiscal Estimate Narratives

DOT 11/12/2015

LRB Number	15-2992/1	Introduction Number	AB-0455	Estimate Type	Original
Description Registration of special interest, reconstructed, replica, or street modified vehicles and providing a penalty					

Assumptions Used in Arriving at Fiscal Estimate

This bill allows a person, who registers a motor vehicle manufactured before 1985 as a Collector vehicle or Hobbyist vehicle, to furnish and display historical license plates on the vehicle instead of displaying the special plates issued by the Department of Transportation (DOT). Under the bill, historical plates may be displayed only if the applicable registration plates are carried in the vehicle, which are issued by DOT's Divisions of Motor Vehicles (DMV).

Under the bill, the vehicle owner would be required to provide DOT with the registration number on the historical plates and possibly provide proof of possession of the plates. DOT is required to issue the applicable special plate for the vehicle and record in its motor vehicle registration database the registration number on the historical plates that are provided. In addition, the bill requires historical plate applicants to also pay a processing fee of \$15.

Currently, there are 182,875 motor vehicles registered as Collector vehicles and 16,535 motor vehicles registered as Hobbyist vehicles. Collector plates were first issued in 1972 and have non-expiring registration. Hobbyist plates were first issued in 1976 and also are non-expiring. Since these registrants are not required to renew their license plates, it is unknown how many of these non-expiring Collector and Hobbyist plates are still in active circulation. For this reason, it is difficult to estimate the number of Collector and Hobbyist registrants that might choose to display historical plates on their respective vehicle.

For the purposes of this fiscal estimate, the department made the following assumptions:

- 1) Number of historical plate applications received by DMV per year: 4,985*
- 2) Average processing time for a single registration/title application (minutes per unit): 8.95

*NOTE: This estimate may be low, as the estimate represents just 2.5% of the total number of vehicles currently registered in Wisconsin as either a Collector vehicle or a Hobbyist vehicle.

Due to the unknown number of historical plate applications that would ultimately be submitted to DMV under this bill, the exact impact of this bill on DOT cannot be determined at this time. However, based on the assumptions listed above, the department estimates that this bill will result in an annual increase of administrative costs for DMV in the amount of \$23,600, or 0.4 FTE. In addition, the total amount of revenue deposited in the Transportation Fund, generated from the \$15 application processing fee in the bill, is estimated to be approximately \$74,775 per year.

This proposal would require DMV to also modify its existing vehicle registration and titling system to create a new license plate type and registration that would allow dual license plate numbers to be tied to the same vehicle. In addition, the assigned historical license plate numbers must also be incorporated into both the existing department inquiry system and the Department of Justice interface system.

One-time IT costs for DMV associated with implementing the provisions under this bill are estimated to be \$118,700.

Long-Range Fiscal Implications

Indeterminate.

Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

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LRB Number 15-2992/1	Introduction Number AB-0455	
Description Registration of special interest, reconstructed, replica, or street modified vehicles and providing a penalty		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
One-time IT costs for DMV associated with implementing the provisions under this bill are estimated to be \$118,700. This proposal would require DMV to also modify its existing vehicle registration and titling system to create a new license plate type and registration that would allow dual license plate numbers to be tied to the same vehicle. In addition, the assigned historical license plate numbers must also be incorporated into both the existing department inquiry system and the Department of Justice interface system.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs Decreased Costs	
A. State Costs by Category		
State Operations - Salaries and Fringes	\$23,600	\$
(FTE Position Changes)	(0.4 FTE)	
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$23,600	\$
B. State Costs by Source of Funds		
GPR		
FED		
PRO/PRS		
SEG/SEG-S (20.395(5)(cq))	23,600	
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 (20.395(5)(cq))	74,775	
TOTAL State Revenues	\$74,775	\$
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$23,600	\$
NET CHANGE IN REVENUE	\$74,775	\$

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Date

11/12/2015