

Fiscal Estimate - 2015 Session

Original Updated Corrected Supplemental

LRB Number 15-2258/1	Introduction Number SB-186
Description Waiving operator's license fees for disabled veterans	
Fiscal Effect	
State:	
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input 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 checked="" type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <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	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/ Robert Combs (608) 266-1449	Authorized Signature Nate Yahn (608) 266-1114
	Date 6/5/2015

Fiscal Estimate Narratives

DOT 6/5/2015

LRB Number	15-2258/1	Introduction Number	SB-186	Estimate Type	Original
Description Waiving operator's license fees for disabled veterans					

Assumptions Used in Arriving at Fiscal Estimate

This bill would require DOT's Division of Motor Vehicles (DMV) to waive all required fees for the initial issuance and renewal of a regular driver license ("Class D") or a motorcycle license ("Class M"), if the applicant provides the necessary documentation proving that he or she is a veteran and has a service-connected disability rating of at least 60%. Under current law, the renewal of a Class D or Class M license is valid for a period of eight years.

The Wisconsin Department of Veterans Affairs (DVA) estimates that approximately 22,200 individuals in Wisconsin would qualify to have their license fees waived, as prescribed under the bill. Based on this estimate, DMV anticipates that the number of license renewals processed per year from this group of individuals would be approximately 2,775.

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

- 1) Each of the 22,200 individuals, estimated by DVA that would qualify for the fee waiver, currently has a regular driver license ("Class D").
- 2) Approximately 12% of the driver license holders also currently have a "Class M" endorsement on their driver license (2013 state average).
- 3) All license renewals are done on time.
- 4) No occupational licenses and additional skills tests are given to this group of individuals.

Based on the license renewal fees for both a "Class D" (\$34) and "Class M" (\$18) license, the department estimates that the average annual amount in licensing fees waived per person will be approximately \$36.

One-time IT costs associated with implementing the provisions in this bill are estimated to be \$56,200. In addition, this bill will result in additional administrative costs of less than 0.1 FTE per year.

Long-Range Fiscal Implications

Waiving the license fees, as prescribed under this bill, will result in a decrease in the amount of revenue deposited in the Transportation Fund of an estimated \$100,000 per year. Ongoing administrative costs of less than 0.1 FTE per year.

Fiscal Estimate Worksheet - 2015 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Waiving operator's license fees for disabled veterans		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): One-time IT costs associated with implementing the provisions in this bill are estimated to be \$56,200.		
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)	(0.1 FTE)	
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 (20.395(5)(cq))		
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))		-100,000
TOTAL State Revenues	\$	-\$100,000
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	-\$100,000	\$
Agency/Prepared By Authorized Signature Date		
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