



## Fiscal Estimate Narratives

DOT 4/12/2019

LRB Number	19-2285/1	Introduction Number	SB-131	Estimate Type	Original
<b>Description</b> self-insurance by religious sects for purposes of motor vehicle financial responsibility and liability insurance requirements					

### Assumptions Used in Arriving at Fiscal Estimate

Currently DMV collects from an applicant for a self-insurance certificate a list of vehicles and financial proof that the applicant has and will continue to have the financial ability to pay judgments arising out of motor vehicle accidents.

To implement this bill DMV would need a list of the vehicles registered by members of the religious sect, to prove that the sect meets the 26-vehicle threshold, and financial documentation to prove that the sect has that fiscal ability. The minimum amount needed to cover 26 vehicles would be approximately \$306,000. It is assumed that the financial proof that the sect would be supplying would include personal checking and savings account bank statements and whatever applicable statements the religious sect may retain. It is feasible that more challenging documentation, such as federal/state tax filings or hand-written ledgers, could be submitted which would increase processing times.

The result of this implementation would be DMV holding annual lists of members of these religious groups, containing their associated vehicle registrations, in addition to copies of each of their personal financial documents. This would be a significant change for DMV, as the department does not currently retain any religious affiliation information on our customers.

Currently the self-insurance certificates expire at the end of June each year, and this bill only provides a one-year window of opportunity to apply. With this one-year restriction in place a religious sect applying for a self-insurance certificate would not be able to apply for a following certificate one year later, leaving them without a self-insurance certificate for the foreseeable future.

Assuming there are 200 qualifying sects in Wisconsin intent on acquiring these certificates, each with 26 members owning one vehicle apiece, the FTE required to issue the certificates would be less than 0.15 FTE per year (\$6,600). An increased number of applicants or any further complexities would increase FTE requirements.

### Long-Range Fiscal Implications

None.

## Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

LRB Number <b>19-2285/1</b>		Introduction Number <b>SB-131</b>	
<b>Description</b> self-insurance by religious sects for purposes of motor vehicle financial responsibility and liability insurance requirements			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>  None.			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes	\$6,600		\$
(FTE Position Changes)	(0.1 FTE)		
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>	<b>\$6,600</b>		<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR	0		
FED			
PRO/PRS			
SEG/SEG-S (20.395(5)(cq))	6,600		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
	Increased Rev	Decreased Rev	
GPR Taxes	\$0		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
<b>TOTAL State Revenues</b>	<b>\$0</b>		<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$6,600		\$
NET CHANGE IN REVENUE	\$0		\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	
DOT/ Robert Combs (608) 266-1449		Joan Meier (608) 267-6978	
		<b>Date</b>	
		4/12/2019	