



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

Bill #	HB0441	Title:	Require opt out of brain injury donation on vehicle registration
Primary Sponsor:	Lambert, Carol	Status:	As Introduced

- | | | |
|---|---|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input checked="" type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>
Expenditures:				
General Fund	\$15,000	\$0	\$0	\$0
State Special Revenue	\$87,000	\$85,700	\$85,700	\$85,700
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$250,141	\$500,282	\$500,282	\$500,282
Net Impact-General Fund Balance	<u>(\$15,000)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact:

This legislation adds an opt out provision in place of a \$1 voluntary contribution to each vehicle registration for education and awareness of traumatic brain injuries. Operating costs will increase \$15,000 in FY 2008 to automatically calculate this fee and to revise the motor vehicle renewal notice forms for the opt out. The contributions will be used to fund a program manager and grant activities for increasing awareness and education of traumatic brain injuries.

FISCAL ANALYSIS

Assumptions:

Department of Justice

1. It is assumed that the effective date of this bill would be January 1, 2008, based upon the provisions of 1-2-201, MCA.
2. This bill changes the \$1 or more contribution for the promotion of education on, support for, and awareness of traumatic brain injury from voluntary to automatic unless the motor vehicle owner elects to opt out.

3. It is projected that 50 percent of residents will exercise the optional part of HB 441 in Section 1 (4c) and opt out of the contribution. The revenue estimates in this fiscal note will be understated to the extent that less than 50 percent of the eligible taxpayers choose to pay the \$1 fee or overstated if more than 50 percent of the eligible taxpayers choose to pay the \$1 fee.
4. In FY 2006 DPHHS received \$3,692.69 for the traumatic brain injury state special revenue account from voluntary donations received on motor vehicle registrations.
5. It is estimated that annual revenues for the traumatic brain injury state special revenue account would increase approximately \$500,282. (1,007,949 vehicle registrations in CY 2006 x 50 percent x \$1 - \$3,693 FY 2006 actual donations = \$500,282) Estimated revenue in FY 2008 would be one-half that due to the effective date of January 1, 2008.
6. Administrative expenses for the Department of Justice would increase \$15,000 in FY 2008 for programming to automatically calculate for passenger car and light truck registration processes and to account for the fees “opted in” and to revise the motor vehicle renewal notice to include the traumatic brain injury opt out format. Costs for forms and training for county treasurer staff will be absorbed by the division.

Department of Public Health & Human Services

7. This bill results in substantial revenue with its use limited to providing awareness and education regarding traumatic brain injuries (TBI). A technical note addresses the issue of provision of services to individuals suffering from TBI.
8. The TBI advisory council will meet 4 times each year (\$2,500 per meeting) to evaluate grant and education proposals and activities funded from this program.
9. Grants for education and awareness will total \$10,000 per year.
10. One FTE Program Manager will be added to manage this program and monitor the grant activities at \$64,700 per year. Operating costs for this individual will be \$2,300 in 2008 and \$1,000 each year thereafter.
11. There is currently 1.00 modified FTE that coordinates TBI services under a Traumatic Brain Injury Grant that the state was awarded. The grant funding ends in March 2007, and the FTE that has been coordinating this activity will no longer be funded after that time. The revenue from this opt out fee would allow the state to continue this FTE to coordinate TBI services statewide.

	<u>FY 2008</u> <u>Difference</u>	<u>FY 2009</u> <u>Difference</u>	<u>FY 2010</u> <u>Difference</u>	<u>FY 2011</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
Department of Justice				
<u>Expenditures:</u>				
Operating Expenses	\$15,000	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$15,000	\$0	\$0	\$0
Department of Public Health & Human Services				
FTE	1.00	1.00	1.00	1.00
<u>Expenditures:</u>				
Personal Services	\$64,700	\$64,700	\$64,700	\$64,700
Operating Expenses	<u>\$22,300</u>	<u>\$21,000</u>	<u>\$21,000</u>	<u>\$21,000</u>
TOTAL Expenditures	<u><u>\$87,000</u></u>	<u><u>\$85,700</u></u>	<u><u>\$85,700</u></u>	<u><u>\$85,700</u></u>
<u>Funding of Expenditures:</u>				
State Special Revenue (02)	\$87,000	\$85,700	\$85,700	\$85,700
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$250,141	\$500,282	\$500,282	\$500,282
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$15,000)	\$0	\$0	\$0
State Special Revenue (02)	\$163,141	\$414,582	\$414,582	\$414,582

Technical Notes:

Department of Justice

- 1-2-201, MCA, provides that statutes imposing fees and taxes for motor vehicles take effect on the first day of January following passage and approval of the legislation unless a different time is prescribed in the legislation.

Department of Public Health & Human Services

- The bill deposits the new revenue in an account that limits the expenditures to education, awareness and grants. If the intent of this legislation is also to provide services with this additional revenue, the new revenue should be deposited in the fund established in 53-6-502, or 2-15-2218, MCA, should be amended to allow planning, coordinating, and providing services to persons suffering from traumatic brain injury.
- If provision of services is the intent of the bill, 61-3-303(5c), MCA, may also need to be amended.

Sponsor's Initials

Date

Budget Director's Initials

Date