



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0247

Title: Revise motor vehicle fleet registration

Primary Sponsor: Bertoglio, Marta

Status: As Introduced-Revised

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
Expenditures:				
General Fund	\$4,800	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$4,800)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 247 changes the number of vehicles constituting a fleet from 100 to 10. It also allows the Department of Justice to create a special fleet registration decal that can be permanent affixed to the vehicle so the vehicle may use a license plate other than a fleet plate.

FISCAL ANALYSIS

Assumptions:

1. It is assumed that it will take approximately 40 hours of programming at a contracted rate of \$120/hour to make the required changes in the MERLIN system to accommodate the fleet decal and the ability of fleet vehicles to use a sponsor plate (40 hours * \$120.hour contracted rate = \$4,800).

	<u>FY 2022 Difference</u>	<u>FY 2023 Difference</u>	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.00	0.00	0.00	0.00
<u>Expenditures:</u>				
Personal Services	\$4,800	\$0	\$0	\$0
Operating Expenses	\$0	\$0	\$0	\$0
TOTAL Expenditures	<u>\$4,800</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$4,800	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$4,800</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$4,800)	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0

Technical Notes:

1. Section 2 (2) of the bill provides for the issuance of permanent fleet registration decals for fleet vehicles. The intent of this language may be interpreted as allowing for fleet vehicles to permanent register (regardless of age) by way of this decal. If so, there would be a negative fiscal impact from lost registration revenue.
2. Additional clarity regarding the intent of the decal to be used as identification of a fleet vehicle in lieu of a special license plate, and not as a means of permanent registration, is recommended.
3. The Department of Justice has no way to determine how many people currently register 10 or more vehicles that would choose to create a fleet. Depending on quantity this may require additional staffing, but the levels necessary is not able to be determined.

Mark Bentley
Sponsor's Initials

2/23/21
Date

KA
Budget Director's Initials

2/22/21
Date