

Fiscal Note 2025 Biennium

Bill information:								
HB0519 - Authorize digital drivers licenses through a mobile application (Mitchell, Braxton)								
Status:	As Amended in House Committee							
☐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								

	FY 2024 <u>Difference</u>	FY 2025 <u>Difference</u>	FY 2026 <u>Difference</u>	FY 2027 Difference
Expenditures:				
State Special	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	(\$660)	(\$660)
Net Impact-General Fund Balance:	\$0	\$0	(\$660)	(\$660)

<u>Description of fiscal impact:</u> With the passage of HB 519, the Department of Justice (DoJ) would see a minor decrease in annual revenue.

FISCAL ANALYSIS

Assumptions:

Department of Justice – Motor Vehicle Division (MVD)

1. As amended, HB 519 includes a delayed effective date that will allow the MVD to build the requirements of the bill into the new IT system currently being implemented, so there would be no additional fiscal impact.

Department of Justice – Montana Highway Patrol

- 2. It is assumed that the Montana Highway Patrol would see a slight decrease in revenue due to issuing fewer driving without a license citation. It is estimated that approximately 22 citations are written each year and that each fee is \$60, therefore it is estimated that the loss in revenue would be \$1,320. (22 X 60 = \$1,320)
- 3. 50% of revenue received from citations is deposited into the state general fund and 50% goes to the county in which the citation was written.

Fiscal Note Request – As Amended in House Committee

(continued)

4. It is assumed that this requirement would not go into effect until September 1, 2025, and therefore the fiscal impact will not be recognized until FY 2026.

	FY 2024 Difference	FY 2025 Difference	FY 2026 Difference	FY 2027 Difference					
Fiscal Impact:									
Expenditures:									
Operating Expenses	\$0	\$0	\$0	\$0					
TOTAL Expenditures	\$0	\$0	\$0	\$0					
Funding of Expenditures:									
State Special (02)	\$0	\$0	\$0	\$0					
TOTAL Funding of Exp.	\$0	\$0	\$0	\$0					
Revenues:									
General Fund (01)	\$0	\$0	(\$660)	(\$660)					
TOTAL Revenues	\$0	\$0	(\$660)	(\$660)					
Net Impact to Fund Balance (Revenue minus Funding of Expenditures):									
General Fund (01)	\$0	\$0	(\$660)	(\$660)					

Effect on County or Other Local Revenues or Expenditures:

1. Half of the fine revenue goes to the county in which the citation was written. As a result, the local governments would potentially see a decrease of \$660 in revenue.

Sponsor's Initials

3-27-23

Budget Director's Initials

3-27-23

Date