

FISCAL NOTE

Requested by Legislative Council
01/10/2007

Bill/Resolution No.: HB 1262

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$314,556		\$314,556
Expenditures				(\$499,295)		(\$499,295)
Appropriations				(\$499,295)		(\$499,295)

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
			\$114,838	\$69,901		\$114,838	\$69,901	

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill will establish a single plate per vehicle requirement.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

The cost of producing a single plate per vehicle is approximately 77.70% of the cost currently incurred for the two plate system. This is due to both a cost increase for single plates and loss of price reduction for plate pairs. Additionally, all vehicles do not currently required two plates. This bill would only impact those vehicles that currently have two plates. The cost reduction per biennium would be approximately 500,000.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The reduction in cost would leave \$499,295 more funding in the Highway Distribution Fund which would be available for distribution to the DOT (63% share = \$314,556), Counties (23% share = \$114,838), and Cities (14% share = \$69,901).

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The cost reduction would equate to approximately \$250,000 per year in reduced plate cost. No reduction would occur in staffing or other associated costs. The workload and processes currently utilized would remain. There would be a slight reduction in postage due to reduced weight, however that amount would be negligible and the number of items mailed would not decrease.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Because of the reduction in expenditures, the DOT appropriation for Motor Vehicle could be reduced by \$499,295 for

the 2007-2009 biennium.

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