

FISCAL NOTE

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Bill/Resolution No.: HB 1291 Amendment to: _____
 Requested by Legislative Council Date of Request: January 13, 1999

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts. Please provide breakdowns, if appropriate, showing salaries and wages, operating expenses, equipment, or other details to assist in the budget process.

Narrative:

See attached.

2. **State** fiscal effect in dollar amounts:

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Expenditures	- 0 -	- 0 -	- 0 -	\$306,804 - \$321,804	- 0 -	\$266,832

3. What, if any, is the effect of this measure on the budget for your agency or department:

- a. For rest of 1997-99 biennium: **None.**
 (Indicate the portion of this amount included in the 1999-2001 executive budget:) None.
- b. For the 1999-2001 biennium: **Additional dollars needed.**
 (Indicate the portion of this amount included in the 1999-2001 executive budget:) None.
- c. For the 2001-03 biennium: **Additional dollars needed.**

4. **County, city, and school district** fiscal effect in dollar amounts:

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -

Signed: *Marsha M. Lembke*
 Typed Name: Marsha M. Lembke
 Department: Department of Transportation
 Phone Number: 328-4865
 Date Prepared: January 14, 1999

1. NARRATIVE:

Expenditures: The dollar figures used are based on 10,559 permit and license holders, under age 18, who obtain their licenses each year. Each of these drivers will generate an additional license (provisional). The cost per license is currently \$2.09 for a total of \$22,068 (10,559 x \$2.09). This does not include examiner time, training, or any administrative costs. We estimate the number of provisional licenses being sanctioned and then reissued as instructional permits at 10% (1,055 x \$2.09 = \$2,205). Then, reissuance of a provisional license after the sanction is over generates an additional \$2,205. The grand total is then \$26,478 (\$22,068 + \$2,205 = \$24,273). The annual additional postage and supplies (printed letterhead, envelopes, etc.) will be approximately \$4,814 (10,559 + 1,055 + 1,055 x \$.05 paper supplies x \$.33 postage). This is the cost for generating a letter informing the driver of their eligibility (10,559 initial drivers being upgraded to full licensure and 1,055 for those sanctioned, and then again 1,055 for full licensure). There will also be administrative costs associated with the correspondence/data input between our office and the driver of approximately \$32,250 (based on a total of 3,168 hours x an average of \$10.18 per/hr). We are figuring 15 minutes per transaction, with an average salary between 11 employees who may be involved in the transaction. There will be no fiscal impact on the 1997-99 Biennium. We have allowed additional start-up costs to the 1999-2001 Biennium of approximately \$39,720 to \$54,720 to allow for ISD programming (\$15,000-\$30,000); Unisys programming (\$20,000); and employee training on graduated licensing (2 days/2 nights for 40 examiners at \$59 per/day maximum total allowed for meals & lodging). **Note:** All figures are based on the cost of actual generation of the plastic license being \$2.09, the cost we are charged by Unisys. This could increase at any time.