

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: _____ Amendment to: Eng. HB 1291

Requested by Legislative Council _____ Date of Request: 3-29-99

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts.

Narrative:

See Attached.

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

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds
Revenues:		N/A		\$44,000	-0-	\$44,000
Expenditures:		N/A		\$100,380 to \$120,380	-0-	\$55,660

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

- a. For rest of 1997-99 biennium: None.
- b. For the 1999-2001 biennium: Additional dollars needed.
- 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

If additional space is needed, attach a supplemental sheet.

Signed Marsha M. Lembke

Typed Name Marsha M. Lembke

Date Prepared: 3-29-99

Department Department of Transportation

Phone Number 328-4865

1. NARRATIVE:

Expenditures: We estimate the number of licenses being sanctioned and then reissued as instructional permits at 10% ($1,100 \times \$2.09 = \$2,299$). Then, reissuance of a license after the sanction is over costs an additional \$2,299. The total is \$4,598 per year. The annual additional postage and supplies (printed letterhead, envelopes, etc.) will be approximately \$836 ($1,100 + 1,100 \times \0.05 paper supplies $\times \$0.33$ postage). This is the cost for generating a letter informing the driver of their sanctioning and then again for notification of re-licensing. There will also be administrative costs associated with the correspondence/data input between our office and the driver of approximately \$22,396 (based on a total of 2,200 hours \times an average of \$10.18 per/hr). We are figuring 2 hours per sanctioned driver, with an average salary between 11 employees who may be involved in the transaction. There will be no fiscal impact on the 1997-1999 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 procedural changes. Because of the implementation date change, there is also an estimated additional \$5,000-\$10,000 expense noted for the 1999-2001 biennium for public information purposes.

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.

Revenues: Revenue is based on \$20 per sanctioned driver for reissuing the permit and license.