

FISCAL NOTE

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Resolution No.: HB 1326 Amendment to: _____

Requested by Legislative Council Date of Request: 1-13-99

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

Narrative:

This bill establishes a major new program within the Motor Vehicle Division relating to verification of insurance for motor vehicle registration applicants. It also requires that insurance companies notify us of canceled or non-renewed insurance policies. We would then be required to begin procedures to revoke the registration of the motor vehicle covered by the non-renewed or canceled policy.

It is not possible to accurately determine the fiscal impact of this bill. However, it is likely that it will cost at least \$2,500,000 per biennium to administer the provisions of this bill. It is also estimated that we will need to add 6 to 8 additional employees to handle the additional workload that will be created.

- 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				(\$1,575,000)		(\$1,575,000)
Expenditures				\$2,500,000		\$2,500,000

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

- For rest of 1997-99 biennium: None
- For the 1999-2001 biennium: Reduce available revenue to match federal highway funds and increase the appropriation for the Motor Vehicle Division
- For the 2001-03 biennium: Reduce available revenue to match federal highway funds and increase the appropriation for the Motor Vehicle Division

- 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
			(\$575,000)	(\$350,000)		(\$575,000)	(\$350,000)	

Signed: 

Typed Name: Keith Kiser, Motor Vehicle Director

Department: Department of Transportation

Phone Number: 328-2725

Date Prepared: 1-15-99