

FISCAL NOTE
Requested by Legislative Council
02/11/2021

Amendment to: HB 1072

- 1 A. **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.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						\$540,000
Expenditures				\$1,000,000		\$100,000
Appropriations				\$1,000,000		\$100,000

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

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 Biennium
Counties			
Cities			
School Districts			
Townships			

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

The bill as amended (version 21.8107.03) will allow the DOT to implement an electronic driver license to be used for identification and for law enforcement purposes.

- 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.*

Section 1 would allow the DOT to implement an electronic driver's license and charge a \$5 fee for the electronic license. The estimated costs are \$1 million based on research from other state implementations.

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.*

DOT issues an average of 110,000 renewals and 25,000 new licenses per year for a total of 135,000 cards that would qualify. Estimating at 40% opting in for this option at \$5 would generate \$270,000 per year or \$540,000 per biennium. The revenue impact will likely not begin until the 23-25 biennium.

- 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.*

Predevelopment costs would be covered through existing staff. The development costs of \$1,000,000 will be needed to create an endpoint with the DL database and allow a 3rd party interface. The \$100,000 starting in 23-25 will be ongoing maintenance costs per biennium.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

NDDOT did not include this item in the executive budget request. Accordingly, an addition to the appropriation in the amount of \$1,000,000 for the 21-23 biennium would be needed to implement the provisions of this bill.

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