

FISCAL NOTE
Requested by Legislative Council
02/09/2015

Amendment to: SB 2148

- 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.*

| | 2013-2015 Biennium | | 2015-2017 Biennium | | 2017-2019 Biennium | |
|-----------------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | | \$1,992,000 | | \$680,000 |
| Expenditures | | | | \$1,895,550 | | \$786,750 |
| Appropriations | | | | \$1,895,550 | | \$786,750 |

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

| | 2013-2015 Biennium | 2015-2017 Biennium | 2017-2019 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).*

This bill as amended provides for an enhanced driver's license with an additional fee of \$65.

- 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 fiscal impact to the DOT stems from the requirement to issue the EDL and the costs associated with providing the license.

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.*

It is estimated that roughly 4% of the driving population may get an EDL. Based on this calculation, there could be 21,400 sales in FY16, with an on-going expectation of 3,500 to 4,500 each fiscal year thereafter. Accordingly, the incremental revenues produced by this bill would be: 2015 - 2017 biennium: (\$65 + \$15 current = \$80) X (21,400 + 3,500) = \$1,992,222; 2017-2019 biennium: (\$65 + \$15 = \$80) X (4,000+4,500) = \$680,000.

- 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.*

Costs include one-time IT start-up costs of \$625,000; mail costs (\$1.50 per license); and cost per license production. These incremental costs would be: 2015-2017 biennium: \$1,359,550; 2017-2019 biennium: \$250,750

Additionally, the continuing cost for four FTE to provide the service in four locations in the state are: 2015-2017 biennium 4 X \$134,000 = \$536,000; 2017-2019 biennium 4 x \$134,000 = \$536,000.

The total cost impact would be \$1,895,550 for the 2015-2017 biennium and \$786,750 for the 2017-2019 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 will require the following additional appropriations to meet the requirements of this bill; these amounts have not been requested in the 2015-2017 appropriation request. 2015-2017 biennium: \$1,859,550; 2017-2019 biennium: \$786,750.

Name: Glenn Jackson

Agency: NDDOT

Telephone: 328-4792

Date Prepared: 02/09/2015