

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0862-04
Bill No.: Truly Agreed To and Finally Passed CCS for SCS for HB 269
Subject: Liens: Licenses - Motor Vehicle: Motor Vehicles; Revenue Department
Type: Original
Date: May 26, 2009

Bill Summary: This proposal modifies laws relating to motor vehicle certificates of ownership.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on FTE	0	0	0

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of State Courts Administrator** state this proposal will have no fiscal impact on the Courts.

Officials from the **Department of Insurance, Financial Institutions and Professional Registration** state this proposal will have no fiscal impact on their agency.

§301.218 - Salvage vehicles

Officials from the **Department of Revenue** state this section of the proposed legislation I will have no fiscal impact on their agency.

§301.190; 306.410; 700.320 - Adding or deleting names on application for ownership

Officials from the **Department of Revenue (DOR)** state this portion of the proposal will have a minimal fiscal impact on their agency.

This would require changes to policies, procedures, and the DOR website. An email will also need to be sent to all lienholders who file their Notice of Liens via the internet notifying them of the change. These costs would be absorbed. Potentially there could be an unknown increase in costs due to increased rejected title application transactions for authorization from the lienholder to add/delete a name at the time application for title is made.

§430.082 - Certificates of ownership

DOR will need to revise related policies and procedures as well as the DOR website. In FY 08 there were 349 mechanic lien notification letters sent to applicable owners and lien holders. Due to the elimination of the Department's requirement to notify any owners and lien holders by certified mail, there will be savings to General Revenue in the amount of \$957, per year, for envelopes, printing, and certified mail postage.

Oversight assumes the minimal costs and savings would offset each other and for fiscal note purposes only, will show no fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Small Business</u>			

Businesses wishing to obtain a Mechanic Lien title will be able to obtain a title, sell the vehicle, and recoup any losses at a quicker rate than currently allowed.

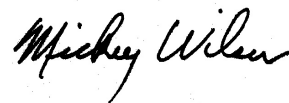
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Department of Insurance, Financial Institutions and Professional Registration
Office of State Courts Administrator



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Director

L.R. No. 0862-04
Bill No. Truly Agreed To and Finally Passed CCS for SCS for HB 269
Page 5 of 5
May 26, 2009

May 26, 2009

LMD:LR:OD (12/02)