COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 5887-01 <u>Bill No.</u>: SB 902

Subject: Revenue Department; Licenses - Driver's; Licenses - Miscellaneous; Federal -

State Relations

<u>Type</u>: Original

Date: February 15, 2016

Bill Summary: This proposal allows the Department of Revenue to issue REAL ID

compliant driver's licenses and identification cards.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
General Revenue	(Unknown)	\$0 or (Unknown)	\$0 or (Unknown)	
Total Estimated Net Effect on General Revenue	(Unknown)	\$0 or (Unknown)	\$0 or (Unknown)	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on FTE	0	0	0	

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Local Government	\$0	\$0	\$0

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FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Oversight assumes the Department of Revenue (DOR) will incur some amount of administrative costs relating to the implementation of this proposal. Without a response from DOR, Oversight will assume a negative "Unknown" fiscal impact in FY `17 for set-up and "\$0 or (Unknown)" going forward.

FISCAL IMPACT - State Government	FY 2017	FY 2018	FY 2019
GENERAL REVENUE			
Cost - DOR Administrative costs	(Unknown)	\$0 or (Unknown)	\$0 or (Unknown)
ESTIMATED NET EFFECT TO GENERAL REVENUE	(Unknown)	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
FISCAL IMPACT - Local Government	FY 2017	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

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FISCAL DESCRIPTION

This proposal allows the Department of Revenue to amend procedures for applying for a driver's license or identification card in order to comply with the goals or standards of the federal REAL ID Act of 2005.

This proposal requires the Department to inform applicants of the option of being issued a REAL ID driver's license or identification card or non-REAL ID driver's license or identification card. The Department shall issue a non-REAL ID driver's license or identification card to those individuals who object to being issued a REAL ID.

This proposal contains an emergency clause.

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

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Director

February 15, 2016

Ross Strope Assistant Director February 15, 2016