

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 2929-02  
Bill No.: SB 796  
Subject: Revenue Dept.; Fees; Motor Vehicles; Licenses-Motor Vehicle; Licenses-Driver's.  
Type: Original  
Date: January 16, 2002

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 3 pages.

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials from the **Department of Revenue (DOR), Division of Motor Vehicle and Drivers Licensing** stated this legislation will have minimal administrative impact on the Division of Motor Vehicle and Drivers Licensing and can be implemented with existing resources.

However, it will require systems modifications to the Field Automated System for Titling and Registration. This system is changed and modified by the Motor Vehicle Bureau's current vendor UNISYS, Inc. The Motor Vehicle Bureau has requested a cost estimate for this change; however, at this time a response has not been received.

Officials from the **Budget and Planning** stated this legislative proposal should not result in additional costs or savings to their agency. The proposal would have an increase in total state revenue. They defer to the DOR for revenue estimates.

**Oversight** assumes the DOR could absorb the additional cost required to modify the Field Automated System for Titling and Registration related to this proposal.

<b><u>FISCAL IMPACT - State Government</u></b>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>
<b><u>FISCAL IMPACT - Local Government</u></b>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

**FISCAL IMPACT - Small Business**

A direct fiscal impact to small businesses would be expected as a result of this proposal.

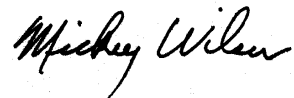
## DESCRIPTION

This act increases the fees collected by non- Department of Revenue offices for biennial licenses issued and for six year licenses. The fees for licenses renewed biennially are increased from \$4.00 to \$5.00 beginning August 28, 2002. Beginning July 1, 2003, licenses renewed annually are increased from \$2.50 to \$3.50 and biennial licenses are increased from \$5.00 to \$7.50. Beginning July 1, 2003, fees for six-year driver's licenses are increased from \$4 to \$5.

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  
Division of Motor Vehicle and Drivers Licensing  
Budget and Planning



Mickey Wilson, CPA  
Acting Director

January 16, 2002