

Fiscal Note

State of Alaska
2015 Legislative Session

Bill Version: SB 22
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB022-DOA-DMV-02-04-15
Title: MOTOR VEHICLE REG. TAX: COLLECTION
COSTS
Sponsor: GIESSEL
Requester: Senate Community and Regional Affairs Committee

Department: Department of Administration
Appropriation: Motor Vehicles
Allocation: Motor Vehicles
OMB Component Number: 2348

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2016 Appropriation Requested	Included in Governor's FY2016 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2016	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues	(496.9)		***	***	***	***	***
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Estimated SUPPLEMENTAL (FY2015) cost: 0.0 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2016) cost: 0.0 (separate capital appropriation required)
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable, Initial version.

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Agency: Department of Administration
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Date: 02/04/2015 01:00 PM
Date: 02/04/15

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2015 LEGISLATIVE SESSION

BILL NO. SB022

Analysis

The Division of Motor Vehicles (DMV) collects motor vehicle registration taxes (MVRT) for the Municipality of Anchorage, City of Bethel, Bristol Bay, Cordova, Dillingham, Haines, Juneau, Kenai Peninsula Borough, Ketchikan Gateway Borough, Kodiak Island Borough, Matanuska Susitna Borough, Nenana, Nome, Petersburg, Sitka, Unalaska, and Whittier, then refunds the money to the community, less eight percent.

If enacted, SB 22 would decrease the percentage retained for this state-administered program from eight percent to five and one-half percent, resulting in a loss of approximately \$496.9 annually.

MVRT collection in FY2014 - 8%

\$19,877.4 - total amount of MVRT collected
\$18,287.2 - total amount of MVRT refunded
\$1,590.2 - 8% retained by the state

MVRT collection in FY2014 - proposed 5.5%

\$19,877.4 - total amount of MVRT collected
\$18,784.1 - total amount of MVRT refunded
\$1,093.3 - 5.5% retained by the state

\$1,590.2
- \$1,093.3
(\$496.9)

Due to the voluntary nature of municipalities adopting permanent motor vehicle registration, DMV is unable to determine the revenue loss from 2017 going forward. Therefore, losses from 2017 forward are indeterminate.