## Fiscal Note

## State of Alaska

2021 Legislative Session
Bill Version:
$\quad$ Fiscal Note Number:
() Publish Date: 166
Department: Department of Administration
Appropriation: Motor Vehicles
Allocation: Motor Vehicles
OMB Component Number: 2348
(Thousands of Dollars)
Note: Amounts do not include inflation unless otherwise noted below.

|  | FY2022 <br> Appropriation | Included in Governor's FY2022 | Out-Year Cost Estimates |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| OPERATING EXPENDITURES | FY 2022 | FY 2022 | FY 2023 | FY 2024 | FY 2025 | FY 2026 | FY 2027 |
| Personal Services |  |  |  |  |  |  |  |
| Travel |  |  |  |  |  |  |  |
| Services |  |  |  |  |  |  |  |
| Commodities |  |  | (332.0) | (332.0) | (332.0) | (332.0) | (332.0) |
| Capital Outlay |  |  |  |  |  |  |  |
| Grants \& Benefits |  |  |  |  |  |  |  |
| Miscellaneous |  |  |  |  |  |  |  |
| Total Operating | 0.0 | 0.0 | (332.0) | (332.0) | (332.0) | (332.0) | (332.0) |

## Fund Source (Operating Only)

| 1005 GF/Prgm (DGF) |  |  | $(332.0)$ | $(332.0)$ | $(332.0)$ | $(332.0)$ | $(332.0)$ |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| Total | $\mathbf{0 . 0}$ | $\mathbf{0 . 0}$ | $\mathbf{( 3 3 2 . 0}$ | $\mathbf{( 3 3 2 . 0})$ | $\mathbf{( 3 3 2 . 0})$ | $\mathbf{( 3 3 2 . 0})$ | $\mathbf{( 3 3 2 . 0})$ |

## Positions

| Full-time |  |  |  |  |  |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| Part-time |  |  |  |  |  |  |  |
| Temporary |  |  |  |  |  |  |  |

## Change in Revenues



## 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If yes, by what date are the regulations to be adopted, amended or repealed? N/A
Why this fiscal note differs from previous version/comments:
Not applicable, initial version

| Prepared By: | Jenna Wright, Deputy Director | Phone: | (907)269-5566 |
| :---: | :---: | :---: | :---: |
| Division: | Motor Vehicles | Date: | 04/16/2021 01:00 PM |
| Approved By: | Leslie Isaacs, Administrative Services Director | Date: | 04/17/21 |
| Agency: | Office of Management and Budget |  |  |

## Analysis

The bill is relating to the issuance of vehicle license plates. The bill would reduce the number of license plates that the Division of Motor Vehicles (DMV) issues to each vehicle from two to one.

Over the last two fiscal years, DMV has spent an average of $\$ 664,000$ on license plates per year. By reducing the number of plates issued to one plate per vehicle, the Division's plate inventory costs would be reduced by $50 \%$, or an estimated $\$ 332,000$ per year.

The bill does not define an effective date; therefore, DMV used an assumption of FY23. There would be no operational impact to DMV, and no or little programming changes would be needed to DMV information systems to implement this change.

