

FISCAL NOTE

**STATE OF ALASKA
2024 LEGISLATIVE SESSION**

Bill Version HB 293
Fiscal Note Number _____
() Publish Date _____

Identifier (file name) HB293-DOA-DMV-02-16-2024 Dept. Affected Department of Administration
Title VEHICLES:REGISTER;TRANSFER; INS.; LICENSE Appropriation Motor Vehicles
Allocation Motor Vehicles
Sponsor Rules by Request of the Governor
Requester (H) STA OMB Component Number 2348

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

	FY2025 Appropriation Requested	Included in Governor's FY2025 Request	Out-Year Cost Estimates				
			FY2025	FY2026	FY2027	FY2028	FY2029
OPERATING EXPENDITURES							
Personal Services							
Travel							
Services	600.0		600.0	600.0	600.0	600.0	600.0
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous							
TOTAL OPERATING	600.0	0.0	600.0	600.0	600.0	600.0	600.0
FUND SOURCE	(Thousands of Dollars)						
1002 Fed Rcpts (Fed)							
1003 GF/Match (UGF)							
1004 Gen Fund (UGF)							
1005 GF/Prgm (DGF)	600.0		600.0	600.0	600.0	600.0	600.0
1007 I/A Rcpts (Other)							
1037 GF/MH (UGF)							
	600.0	0.0	600.0	600.0	600.0	600.0	600.0

POSITIONS

Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES	FY2025	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030
1004 Gen Fund (UGF)							
1002 Fed Rcpts (Fed)							
TOTAL CHANGE IN REVENUES	0.0						

Estimated SUPPLEMENTAL (FY2024) operating costs 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2025) costs 1,500.0 (separate capital appropriation required)

Does the bill create or modify a fund or account? No
(Supplemental/Capital/New Fund- 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? Yes
If yes, by what date are the regulations to be adopted, amended, or repealed? 7/1/2024 Discuss details in analysis section.

Why this fiscal note differs from previous version/comments (if initial version, please note as such)

Not applicable; initial version

Prepared by	Jeffrey Schmitz, Director	Phone (907) 269-5574
Division	Motor Vehicles	Date/Time 1/23/24 3:26 PM
Approved by	Leslie Isaacs, Administrative Services Director	Date 2/16/2024
Agency	Department of Administration	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION

BILL NO. HB 293

Analysis

This bill is a DMV Omnibus package that changes Alaska statutes relating to a variety of modernization topics that would allow the agency to pursue electronic solutions for e-titling, digital certificates of registration, and introduces non-domiciled commercial licenses and permits for the state. This bill removes contradictions found within statutes and helps aligns current processes and procedures. This bill will remove statutes pertaining to emission inspections of vehicles, and the statutory definition of 'domiciled,' and adds convenient electronic service options.

With respect to electronic titles: The bill makes modifications to statutes that currently require the issuance of a paper title certificate, which limits the ability to electronically satisfy titling requirements in a modern fashion. The changes in the bill would allow for future title certificates to be issued electronically.

Capital funding of \$1.5 million is essential to cover the comprehensive start-up costs associated with onboarding a new vendor for electronic titling and motor vehicle registration at the DMV. This amount ensures the investment in the necessary technology infrastructure, software development, training programs, compliance measures, and initial operational expenses. It ensures seamless transition to electronic titling, enhancing efficiency, accuracy, and overall service quality at the DMV.

The estimated FY2025 amount is derived from the responses received from the Request For Information process that was posted to the state's online public notice (OPN) system in September 2023. The requested amount will be used to contract the integration of the electronic titling software system. There is an operating expense to access the platform, estimated at this time to be up to \$50,000 per month, \$600,000 annually.