Fiscal Note

State of Alaska Bill Version: HB 378 2014 Legislative Session Fiscal Note Number: () Publish Date: Identifier: HB378-DOT-MSCVE-3-19-14 Department: Department of Transportation and Public Facilities Title: DRIVER LICENSING Appropriation: Administration and Support **TRANSPORTATION** Sponsor: Allocation: Measurement Standards & Commercial Vehicle Requester: House Transportation Committee Enforcement OMB Component Number: 2332 Expenditures/Revenues Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2015 Governor's **Out-Year Cost Estimates** Appropriation FY2015 Requested Request **OPERATING EXPENDITURES** FY 2015 FY 2015 FY 2016 FY 2017 FY 2018 FY 2019 FY 2020 **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 Estimated SUPPLEMENTAL (FY2014) cost: 0.0 (separate supplemental appropriation required) (discuss reasons and fund source(s) in analysis section) Estimated CAPITAL (FY2015) cost: (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 No If yes, by what date are the regulations to be adopted, amended or repealed?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: Initial Version. Prepared By: Connie McKenzie, Special Assistant Phone: (907)465-4772

Date:

Date:

03/19/2014 02:00 PM

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Office of the Commissioner

Mary Siroky, Director

Administrative Services

Division:

Agency:

Approved By:

FISCAL NOTE ANALYSIS

STATE OF ALASKA 2014 LEGISLATIVE SESSION

Analysis

This bill takes measures to bring the state into compliance with federal regulations. Without the statutory changes regarding federal out of service orders and CDL requirements, the state does not meet the July 2015 deadline to be in compliance which could lead to the loss or withholding of federal highway dollars under 49 USC § 31314.
The sanction is set initially at 4% of both the National Highway Performance Program and Surface Transportation Program apportionments and then increases to 8% in the second and subsequent years of non-compliance. Based on 2014 apportionments this sanction could amount to a loss in federal highway funds to the state of approximately \$17 million at 4% and \$34 million at 8%. Under federal law, these funds cannot be re-appropriated to a separate program and would be lost to the state.

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