Fiscal Note State of Alaska Bill Version: HB 378 2014 Legislative Session Fiscal Note Number: () Publish Date: Identifier: HB378 DOA-DMV-04-15-14 Department: Department of Administration Title: MOTOR VEHICLES: REGISTRATION, Appropriation: Motor Vehicles COMMERCIAL Allocation: Motor Vehicles Sponsor: **TRANSPORTATION** OMB Component Number: 2348 Requester: Senate Finance 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 11.4 Commodities Capital Outlay **Grants & Benefits** Miscellaneous **Total Operating** 11.4 0.0 0.0 0.0 0.0 0.0 0.0 **Fund Source (Operating Only)** 11.4 1005 GF/Prgm Total 11.4 0.0 0.0 0.0 0.0 0.0 0.0 **Positions** Full-time Part-time Temporary Change in Revenues (100.0)(100.0)(100.0)(100.0)**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? Yes If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/15 Why this fiscal note differs from previous version: Senate Finance revised this previously zero fiscal note to include the waiver of vehicle registration fees for active members of the Alaska National Guard. \$11.4 GF/PR authority is requested in the services line and will cover programming fees to the DMV ALVIN database in order to identify motor vehicles or motorcycles registered to Alaska National Guard members and allow the agency to account for the fee exemption waiver.

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Senate Finance Committee Date: 04/14/2014
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FISCAL NOTE ANALYSIS

STATE OF ALASKA 2014 LEGISLATIVE SESSION

BILL NO. HB 378

Analysis

HB 378 will bring the State of Alaska into compliance with federal regulations and mandates that go into effect July 2015, which include:

- Expanding the definition of an "out of service order" to include the driver, carrier, and commercial vehicle;
- Allowing DMV to refuse to register a vehicle if the owner is prohibited from operating by state or federal authorities;
- Requiring that commercial instruction permit applicants be 18 years old, and instruction permits will be valid for 180 days with a renewal option of 180 days;
- Clarifying that instruction permits may not be issued for more than two years and may be renewed one time;
- Providing that DMV may issue a permit to someone that already held that class of license if more than 5 years have passed:
- Clarifying registration fees and motor vehicle taxes on noncommercial vehicles;
- Permitting DMV to disqualify a commercial instruction permit or license for certain offenses;
- Adding texting to the list of serious traffic violations for which a CDL license or permit holder could be disqualified.

National Guard ID & Vehicle Fees

Additionally, HB378 will entitle entitle current members of the Alaska National Guard free vehicle registration for a passenger vehicle or motorcycle.

Programming Costs:

The DMV ALVIN database will require programming to add a field to identify the motor vehicles or motorcycles registered to Alaska National Guard members and allow the department to account for the fee exemption waiver.

Estimated contract hours: 80 Cost per hour: \$143

Total contract cost: \$11,440

Revenue loss is projected to result in approximately (\$100.0) per fiscal year.

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