

# Fiscal Note

State of Alaska  
2017 Legislative Session

Bill Version: HB 132  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB132-DOA-DMV-02-19-17  
Title: TRANSPORTATION NETWORK COMPANIES  
Sponsor: WOOL  
Requester: (H) TRA

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)

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
<b>OPERATING EXPENDITURES</b>	<b>FY 2018</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
Personal Services	72.3		72.3	72.3	72.3	72.3	72.3
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>72.3</b>	<b>0.0</b>	<b>72.3</b>	<b>72.3</b>	<b>72.3</b>	<b>72.3</b>	<b>72.3</b>

## Fund Source (Operating Only)

1005 GF/Prgm (DGF)	72.3		72.3	72.3	72.3	72.3	72.3
<b>Total</b>	<b>72.3</b>	<b>0.0</b>	<b>72.3</b>	<b>72.3</b>	<b>72.3</b>	<b>72.3</b>	<b>72.3</b>

## Positions

Full-time	1.0		1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

## Change in Revenues

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2017) cost:** 0.0 *(separate supplemental appropriation required)*  
*(discuss reasons and fund source(s) in analysis section)*

**Estimated CAPITAL (FY2018) 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? yes  
If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/20

## Why this fiscal note differs from previous version:

Not applicable. Initial version.

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Division:	Motor Vehicles	Date:	02/18/2017 01:30 PM
Approved By:	Sheldon Fisher, Commissioner	Date:	02/19/17
Agency:	Department of Administration		

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2017 LEGISLATIVE SESSION

BILL NO. HB 132

**Analysis**

HB 132 amends Title 28 by establishing a new chapter, AS 28.23, that will govern the establishment of transportation network companies (TNC), fares, financial responsibility, disclosures, driver requirements, records and definitions.

AS 28.23 will also allow insurance companies to exclude coverage of an owner or operator of a personal vehicle for any loss or injury while the driver is logged into a digital network of a transportation network company such Uber or Lyft. The new chapter will also provide definitions for digital network, personal vehicles, prearranged ride, transportation network company, driver and rider.

Per 28.20.050(a) drivers are required to submit a certificate of insurance form if they are in an accident where the damages are greater than \$501. If the driver was logged into a network during a crash, and was covered by the TNC, DMV would receive an electronic notification from the TNC like many commercial companies do. Additionally, DMV will need to develop and promulgate regulations to administer this program as DMV currently does not have any in place.

Cost to DMV

Due to the usage and growth of Uber and Lyft in the continental USA it is anticipated that several Alaska residents will opt to provide this service. To properly administer this new program DMV is requesting a Motor Vehicle Customer Service Representative II, range 12 to work with the transportation network companies to verify insurance coverage of drivers involved in accidents and explain regulations to customers who are providing this service. As this service grows DMV anticipates additional staff may be required for this work.