

FISCAL NOTE

STATE OF ALASKA
2011 LEGISLATIVE SESSION

Fiscal Note Number 1
 Bill Version CSSB 26(STA)
 (S) Publish Date 2/21/11

Identifier (file name) SB026-DOA-DMV-2-16-11 Dept. Affected Administration
 Title Fee/Tax Exemption for Certain Vehicles Appropriation Motor Vehicles
 Allocation Motor Vehicles
 Sponsor Senator McGuire
 Requester Senate State Affairs Committee OMB Component Number 2348

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information					
		FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
OPERATING EXPENDITURES							
Personal Services							
Travel							
Contractual	20.0						
Supplies							
Equipment							
Land & Structures							
Grants & Claims							
Miscellaneous							
TOTAL OPERATING	20.0	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES							
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CHANGE IN REVENUES	***	***	***	***	***	***	***
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Program Receipts	20.0						
1037 GF/Mental Health							
Other Interagency Receipts							
TOTAL	20.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2011) cost 0.0

POSITIONS

Full-time							
Part-time							
Temporary							

Why this fiscal note differs from previous version

Not applicable; initial version.

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 Approved by John Cramer, Deputy Commissioner
Department of Administration

Phone 907-269-5574
 Date/Time 2/16/11 1:00 PM
 Date 2/16/2011

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Analysis

Expenditures: The database for the Division of Motor Vehicles (DMV) does not currently distinguish fuel types for vehicles, so programming will need to be done to accomplish this.

Estimated hours: 140

Cost per hour: \$143

Total programming cost: $140 \times 143 = \$20,020$.

Revenues: Since DMV has not captured vehicles by fuel type, the impact on revenues cannot be accurately determined at this time. The initial reduction in revenues should be small, but as alternatively-fueled vehicles gain popularity, there will be a proportionate decrease in revenues .

As reference, there are currently 1,834 strictly hybrid vehicles registered in Alaska that can be identified by model name; of those, 434 are model year 2010 or 2011. These quantities, however, do not encompass the total number of hybrids on Alaska's roads, since there are numerous models with both hybrid and non-hybrid versions; e.g., Ford Fusion and Toyota Highlander.

If the bill includes an exemption for motor vehicle registration as well as registration fees, there will be a reduction in amounts collected and disbursed to communities through the Motor Vehicle Registration Tax program AS 28.10.431.

Economic Impact: This bill may possibly spur the sale of vehicles powered by electricity and natural gas.