

Fiscal Note

State of Alaska
2022 Legislative Session

Bill Version:	HCS CSSB 71(STA)
Fiscal Note Number:	7
(H) Publish Date:	4/26/2022

Identifier: SB071-DOA-DMV-04-08-22
 Title: COUNCIL ON ARTS: PLATES & MANAGE ART
 Sponsor: STEVENS
 Requester: HOUSE STATE AFFAIRS

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)

	FY2023	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2023 Request	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
OPERATING EXPENDITURES	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
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

1234 LicPlates (DGF)	154.9		154.9	154.9	154.9	154.9	154.9
Total	154.9	0.0	154.9	154.9	154.9	154.9	154.9

Estimated SUPPLEMENTAL (FY2022) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2023) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new 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? No
 If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Updated to clarify that the change in revenue estimate considers lost revenue from the previous fee structure.

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 Date: 04/14/2022

REPORTED OUT OF
HFC 04/26/2022

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2022 LEGISLATIVE SESSION

Analysis

This bill adds an additional fee, not to exceed \$50, to the registration fee for a vehicle registration plate celebrating the arts (aka "artistic plate"). The Council on the Arts will determine the fee. The proposed fee structure and process is a model that is new to DMV, so there is no historical data to base our estimations on. This analysis makes the assumption that those willing to pay the added fee for an artistic personalized plate, which currently costs \$30, would be willing to pay an additional \$50 under the bill's proposed fee structure, for a total cost of \$80.

In FY2021, there were 3,097 personalized artistic plates purchased we have chosen that number for use in this analysis.

Estimated FY23 Revenue from Personalized Celebrating the Arts Plates in Current Fee Structure

Count	Cost	Revenue Collected
3,097	\$30	\$92,910

Estimated Revenue from Personalized Celebrating the Arts Plates in the Proposed New Fee Structure

Count	Cost	Estimated Additional Revenue
3,097	\$80	\$247,760

Based on these estimations, the proposed fee structure will generate up to an additional **\$154,850** in revenue.

This bill also requires the the Department to separately account for the fees received under this section, from which the annual estimated remaining balance may be appropriated by the legislature to the Alaska State Council on the Arts.