

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version:	HB 293
Fiscal Note Number:	2
(H) Publish Date:	1/26/2024

Identifier: LL0373-DOA-DMV-01-23-2024
 Title: VEHICLES:REGISTER;TRANSFER; INS.; LICENSE
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: GOVERNOR

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)

	FY2025 Appropriation Requested	Included in Governor's FY2025 Request	Out-Year Cost Estimates					
			FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
OPERATING EXPENDITURES								
Personal Services								
Travel								
Services	600.0		600.0	600.0	600.0	600.0	600.0	600.0
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	600.0	0.0	600.0	600.0	600.0	600.0	600.0	600.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	600.0		600.0	600.0	600.0	600.0	600.0	600.0
Total	600.0	0.0	600.0	600.0	600.0	600.0	600.0	600.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2024) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2025) cost: 1,500.0 *(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? Yes
 If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/24

Why this fiscal note differs from previous version/comments:

Not applicable; initial version

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Division:	Motor Vehicles	Date:	01/23/2024 03:26 PM
Approved By:	Leslie Isaacs, Administrative Services Director	Date:	01/23/24
Agency:	Department of Administration		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION**Analysis**

This bill is a DMV Omnibus package that changes Alaska statutes relating to a variety of modernization topics that would allow the agency to pursue electronic solutions for e-titling, digital certificates of registration, and introduces non-domiciled commercial licenses and permits for the state. This bill removes contradictions found within statutes and helps aligns current processes and procedures. This bill will remove statutes pertaining to emission inspections of vehicles, and the statutory definition of 'domiciled,' and adds convenient electronic service options.

With respect to electronic titles: The bill makes modifications to statutes that currently require the issuance of a paper title certificate, which limits the ability to electronically satisfy titling requirements in a modern fashion. The changes in the bill would allow for future title certificates to be issued electronically.

Capital funding of \$1.5 million is essential to cover the comprehensive start-up costs associated with onboarding a new vendor for electronic titling and motor vehicle registration at the DMV. This amount ensures the investment in the necessary technology infrastructure, software development, training programs, compliance measures, and initial operational expenses. It ensures seamless transition to electronic titling, enhancing efficiency, accuracy, and overall service quality at the DMV.

The estimated FY2025 amount is derived from the responses received from the Request For Information process that was posted to the state's online public notice (OPN) system in September 2023. The requested amount will be used to contract the integration of the electronic titling software system. There is an operating expense to access the platform, estimated at this time to be up to \$50,000 per month, \$600,000 annually.