

**HB**

**231**

SFIN

FILE

# SENATE FINANCE COMMITTEE REPORT

DATE: 4/1/98

FURTHER:

DATE TURNED IN TO OFFICE: 4/22/98

Finance Committee considered CS FOR HOUSE BILL NO. 231(FIN)

"An Act relating to regulation of snowmobiles."

and recommends:

- be replaced with \_\_\_\_\_ CS \_\_\_\_\_ (\_\_\_\_\_)
- adopt previous S CS CS HB 231 (LHC)
- attached amendment(s)
- adopt Letter of Intent by \_\_\_\_\_ Committee
- further referral to the \_\_\_\_\_ Committee

- Senate Bill:**
- same title
  - new title
- House Bill:**
- same title
  - technical title
  - new: SCR# \_\_\_\_\_

| SIGNING DO PASS       | DP                                  | OTHER RECOMMENDATIONS     | NR | DNP | AM |
|-----------------------|-------------------------------------|---------------------------|----|-----|----|
| <i>Bill, E. Hley</i>  | <input checked="" type="checkbox"/> | <i>Lee Calder</i>         | X  |     |    |
| <i>Karl R. Powell</i> | <input checked="" type="checkbox"/> | <i>James Bradley</i>      | X  |     |    |
|                       |                                     |                           |    |     |    |
|                       |                                     |                           |    |     |    |
|                       |                                     |                           |    |     |    |
| Co-Chair:             |                                     | Co-Chair: <i>Deane</i>    | ✓  |     |    |
| Co-Chair:             |                                     | Co-Chair: <i>Tom Hays</i> | ✓  |     |    |

**NEW FISCAL NOTE(S):**

| Department | Date | Zero | Fiscal |
|------------|------|------|--------|
|            |      |      |        |
|            |      |      |        |
|            |      |      |        |
|            |      |      |        |
|            |      |      |        |
|            |      |      |        |

**PREVIOUS FISCAL NOTE(S):\***

| Department            | Date   | Zero | Fiscal |
|-----------------------|--------|------|--------|
| Admin; Motor Vehicles | 4/3/98 |      | 70.5   |
|                       |        |      |        |
|                       |        |      |        |
|                       |        |      |        |
|                       |        |      |        |
|                       |        |      |        |

APPROPRIATION -- no fiscal note

\*include fiscal notes accompanying Governor's bill

# FISCAL NOTE

REPORTED OUT OF  
SFO 4/22/98

No: 1

## STATE OF ALASKA 1998 LEGISLATIVE SESSION

BILL NO:

Bill Version: CSHB 231 (JUD)

(H) Publish Date: 2/6/98

Revision Date: 2/2/98  
 Title: "An Act relating to the regulation of  
 Snowmachines..."  
 Sponsor: Representative Masek  
 Requestor: H. JUD

Dept. Affected: Administration  
 BRU: Motor Vehicles  
 Component: Administration  
 COMPONENT SERIAL NO. 2149

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

| OPERATING              | FY 99       | FY 00       | FY 01       | FY 02       | FY 03       | FY 04       |
|------------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| PERSONAL SERVICES      | 43.0        | 43.0        | 43.0        | 43.0        | 43.0        | 43.0        |
| TRAVEL                 | 5.0         | 2.5         | 2.5         | 2.5         | 2.5         | 2.5         |
| CONTRACTUAL            | 18.0        | 3.0         | 7.7         | 7.7         | 10.9        | 10.9        |
| SUPPLIES               | 5           | 5           | 5           | 5           | 5           | 5           |
| EQUIPMENT              | 10.0        |             |             |             |             |             |
| LAND & STRUCTURES      |             |             |             |             |             |             |
| GRANTS CLAIMS          |             |             |             |             |             |             |
| MISCELLANEOUS          |             |             |             |             |             |             |
| <b>TOTAL OPERATING</b> | <b>76.5</b> | <b>49.0</b> | <b>53.7</b> | <b>53.7</b> | <b>56.9</b> | <b>56.9</b> |

|                             |  |  |  |  |  |  |
|-----------------------------|--|--|--|--|--|--|
| <b>CAPITAL EXPENDITURES</b> |  |  |  |  |  |  |
|-----------------------------|--|--|--|--|--|--|

|                                  |       |       |       |       |       |       |
|----------------------------------|-------|-------|-------|-------|-------|-------|
| <b>CHANGE IN REVENUES (1005)</b> |       |       |       |       |       |       |
| Revenue Code                     | 100.0 | 100.0 | 200.0 | 200.0 | 300.0 | 300.0 |

**FUNDING: (Thousands of Dollars)**

|                          |      |      |      |      |      |      |
|--------------------------|------|------|------|------|------|------|
| 1002 Federal Receipts    |      |      |      |      |      |      |
| 1003 GF Match            |      |      |      |      |      |      |
| 1004 GF                  |      |      |      |      |      |      |
| 1005 GF/Program Receipts | 76.5 | 49.0 | 53.7 | 53.7 | 56.9 | 56.9 |
| 1006 GF/MHTIA            |      |      |      |      |      |      |
| Other                    |      |      |      |      |      |      |
| <b>TOTAL</b>             |      |      |      |      |      |      |

Estimate of current year (FY 98) impact: \$ \_\_\_\_\_

**POSITIONS:**

|           |   |   |   |   |   |   |
|-----------|---|---|---|---|---|---|
| FULL-TIME | 1 | 1 | 1 | 1 | 1 | 1 |
| PART-TIME |   |   |   |   |   |   |
| TEMPORARY |   |   |   |   |   |   |

ANALYSIS: (Attach a separate page if necessary.)

SEE ATTACHED

Prepared By: Juanita M. Hensley Phcne: 465-5648  
 Division: Motor Vehicles Date: 2/3/98  
 Approved by Commissioner: Mark Boyer Date: 2/5/98  
 Agency: Department of Administration

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STATE OF ALASKA  
1998 LEGISLATIVE SESSION

BILL NO: CSHB 231(JUD)

Revision Date: 02/3/98

Dept. Affected: Administration

ANALYSIS CONTINUED:

This bill moves the registration requirement for snowmachines from Title 5 to Title 28 and requires dealers to have purchases complete applications prior to leaving the dealership with the snowmachine. The bill also authorizes the dealers to act as agents for DMV and issue the registrations and decals for snowmachines.

Snowmachines are currently required to be registered if they are operated on public land. There are 14,642 snowmachines registered but the estimates from dealers and snowmachine organizations indicate there are 70,000 snowmachines in the state. Not all of these machines will be registered under this bill even if the law requires it and the primary reason is a lack of effective enforcement.

For the purpose of this fiscal note the following projection will be used:

| FY99   | FY00   | FY01   | FY02   | FY03   | FY04   |
|--------|--------|--------|--------|--------|--------|
| 10,000 | 10,000 | 20,000 | 20,000 | 30,000 | 30,000 |

The increase of 10,000 registrations every two years is based on the number of machines estimated to be registered a year and those that must renew the registration on a biennial basis. Mail-in renewal of registrations will increase 10,000 to 20,000 a year. A Motor Vehicle Customer Service Representative III will be required to manage the contracts negotiated with the snowmobile dealers; train the dealer personnel, audit the program and maintain the security of the forms and decals.

| COST SUMMARY  | FY 99         |
|---|---------------|
| PERSONAL SERVICES   |               |
| 1 PFT MVCSR III, Page 14  | \$43.0        |
| TRAVEL to train and audit dealer work   | \$ 5.0        |
| CONTRACTUAL   |               |
| Forms and tabs  | \$3.0         |
| Computer Programming  | \$15.0        |
| EQUIPMENT   |               |
| 1 computer workstation --one time cost<br>(this includes PC, desk, chair, file cabinet) | \$10.0        |
| <b>TOTAL</b>  | <b>\$76.5</b> |

REVENUE

It is estimated 10,000 registrations at \$10 for the biennial period. Assuming even distribution with 10,000 in each year after the startup, there will be an increase of revenue from registration fees.

| FY99    | FY00    | FY01    | FY02    | FY03    | FY04    |
|---------|---------|---------|---------|---------|---------|
| \$100.0 | \$100.0 | \$200.0 | \$200.0 | \$300.0 | \$300.0 |