Department of Planning and Budget 2009 Fiscal Impact Statement

1. Bi	ll N	umber	: HB2	164
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 House of Origin
 _____ Introduced
 _X___ Substitute
 _X___ Engrossed

 Second House
 _X___ In Committee
 _____ Substitute
 _____ Enrolled

2. Patron: Lohr

3. Committee: Transportation

4. Title: Mechanics' liens; acquisition and disposal of abandoned vehicles.

5. Summary: This bill provides new standards and procedures for acquisition and disposal of abandoned vehicles.

6. Fiscal impact estimates: Preliminary.

6a. Expenditure impact:

Fiscal Year	Dollars	Positions	Fund
2009	-	-	-
2010	\$43,368	-	NGF
2011	-	-	-

6b. Revenue impact:

Fiscal Year	Dollars	Fund
2009	-	-
2010	\$29,546	NGF
2011	\$29,546	NGF
2012	\$29,546	NGF
2013	\$29,546	NGF
2014	\$29,546	NGF
2015	\$29,546	NGF

- 7. Budget amendment necessary: No.
- **8. Fiscal implications:** The substitute maintains a \$25 fee for the possessor of an abandoned motor vehicle who applies to the Department of Motor Vehicles (DMV) for a Vehicle Removal Certificate. However, local government agencies with a written agreement with DMV are exempt from the fee. In addition, the substitute *removes* those vehicles with a storage lien from inclusion in the abandoned vehicle process and the \$25 fee. The impact of these two exemptions is unable to be estimated.

Currently, the fee is \$8 to request a transcript of a vehicle owner/lien holder. Based on an average of the number of transcripts requested during the three most recent fiscal years, additional revenue of \$29,546 is anticipated annually from the fee (1,738 applications x \$17).

Information technology (IT) cost of \$42,750 plus one time mailing cost to alert licensees of the change in the process constitute first year expenditure estimates. The IT cost covers the development and support of a web-based "notice of intent to auction" application that will serve as the place to post notices of vehicle auctions, while also serving as a centralized resource for law enforcement.

9. Specific agency or political subdivisions affected: Department of Motor Vehicles.

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 2/13/09/jlv

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cc: Secretary of Transportation