

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4101-01  
Bill No.: HB 2133  
Subject: Licenses- Motor Vehicle, Motor Vehicles- Revenue Dept.  
Type: Original  
Date: April 8, 2002

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FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Highway Funds	(\$16,530)	(\$16,000)	(\$16,000)
<b>Total Estimated Net Effect on All State Funds</b>	<b>(\$16,530)</b>	<b>(\$16,000)</b>	<b>(\$16,000)</b>

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<b>Total Estimated Net Effect on All Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 3 pages.

FISCAL ANALYSIS

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## ASSUMPTION

Officials with the **Department of Revenue (DOR)- Division of Motor Vehicle and Drivers Licensing** assume this proposal could have fiscal impact on their agency. This proposal would exempt from the requirement for a safety inspection for a new motor vehicle which has been titled and registered for less than two years and has less than fifty thousand miles on the odometer. Currently mileage is collected at the original titling and when the first safety inspection is required. However, the odometer readings are not recorded for the interim period. DOR assumes there could be a cost associated with editing the renewal forms to include odometer readings, editing the FASTR system to include mileage on new vehicles and associated customer service.

The Driver and Vehicle Services Bureau could incur costs for policy and procedures changes information flyers to individuals with registration renewals and postage in the amount of \$16,530 for FY03 and \$16,000 for FY04 & FY05.

Officials with the DOR- Customer Service Bureau assumes that the renewals would have to be edited for vehicle age, last renewal date and to ascertain the vehicle mileage. This could have a significant unknown impact.

Officials with the DOR- Information Technology Bureau assume that this proposed legislation could have unknown fiscal impact due to programming requirements for the Field Automated System for Titling and Registration (FASTR). The system would require edit changes for the length of time the vehicle has been titled and registered, in addition, there would need to be an edit to ensure the vehicle has an odometer reading of less than 50,000. The cost for the programming is unknown at this time, pending response from the vendor.

**Oversight** assumes that any potential editing and programming costs incurred by DOR would be minimal and could be absorbed from existing resources. If unforeseen costs are incurred then additional funds can be requested in the future through the budget process.

Officials with the **Department of Transportation** are unable to give an estimate and will refer to the response from the Department of Revenue

Officials with the **Missouri State Highway Patrol** assume that this proposal will have no fiscal impact on their agency.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
<b>HIGHWAY FUNDS</b>			
<u>Cost-Department of Revenue</u>			
Policy, Procedure and Postage	<u>(\$16,530)</u>	<u>(\$16,000)</u>	<u>(\$16,000)</u>
Total	<u>(\$16,530)</u>	<u>(\$16,000)</u>	<u>(\$16,000)</u>
<b>ESTIMATED NET EFFECT ON HIGHWAY FUNDS</b>	<b><u>(\$16,530)</u></b>	<b><u>(\$16,000)</u></b>	<b><u>(\$16,000)</u></b>
<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Small Business</u>			

Those small business's dealing in vehicle inspections could be fiscally impacted.

DESCRIPTION

This proposal would exempt new motor vehicles titled and registered for less than two years and having less than 50,000 miles on the odometer from motor vehicle inspection.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue  
Department of Transportation  
Missouri State Highway Patrol



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Acting Director  
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