

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO. 2914-01
BILL NO. SB 565
SUBJECT: Department of Revenue: Release of Personal Information
TYPE: Original
DATE: January 10, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Highway Fund	(\$187,044)	(\$224,453)	(\$224,453)
Total Estimated Net Effect on <u>All</u> State Funds	(\$187,044)	(\$224,453)	(\$224,453)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Estimated Net Effect on Local Funds	(\$62,348)	(\$74,817)	(\$74,817)

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

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Revenue (DOR)** estimated that this proposal would have forbidden about 15% of FY 1999 record sales (about \$2,228,469). This proposal would, assuming relatively constant sales, result in about \$334,270 in foregone sales. It is estimated that sales totaling approximately \$35,000 will not be affected by this proposal. Therefore, the reduction to the DOR Information Fund is estimated to be \$299,270 in FY01 and beyond.

Officials of the **Department of Transportation (DHT)** assumes that 85% of the revenue currently comes from the sale of bulk lists. Assuming an effective date of August 28, 2000, the Highway Fund would experience decreases of \$1,170,000 in FY 2001 and \$1,560,000 in FY's 2002 and 2003. Twenty-five percent of losses would be to cities and the County Aid Road Trust Fund.

For purposes of this fiscal note, **Oversight** has disbursed the \$299,270 estimated by the DOR to the Highway Fund, Cities and County Aid Road Trust Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2000 (10 Mo.)	FY 2001	FY 2002
HIGHWAY FUND			
<u>Loss</u>			
Sale of Bulk Information	(\$187,044)	(\$224,453)	(\$224,453)
ESTIMATED NET EFFECT ON HIGHWAY FUND	(\$187,044)	(\$224,453)	(\$224,453)
<u>FISCAL IMPACT - Local Government</u>	FY 2000 (10 Mo.)	FY 2001	FY 2002
LOCAL			
<u>Loss-Cities</u>			
Sale of Bulk Information	(\$37,409)	(\$44,890)	(\$44,890)
<u>Loss-County Aid Road Trust Fund</u>			
Sale of Bulk Information	(\$24,939)	(\$29,927)	(\$29,927)

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FISCAL IMPACT - Local Government
(Continued)

FY 2000	FY 2001	FY 2002
(10 Mo.)		

**ESTIMATED NET EFFECT ON
LOCAL FUNDS**

<u>(\$62,348)</u>	<u>(\$74,817)</u>	<u>(\$74,817)</u>
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FISCAL IMPACT - Small Business

This proposal would not have a direct fiscal impact on small businesses.

DESCRIPTION

The proposal would prohibit the Department of Revenue (DOR) from selling lists of personal information with exceptions under an act of Congress of the United States. The proposal would also eliminate the bulk disclosure of motor vehicle records by the DOR.

This legislation is not federally mandated, would not duplicate any other program, would not require additional capital improvements or rental space, but would impact total state revenue.

SOURCES OF INFORMATION

Department of Revenue
Department of Transportation



Jeanne Jarrett, CPA
Director
January 10, 2000