

**EXECUTIVE AGENCY**  
**FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: February 20, 2015

Agency Submitting: Department of Motor Vehicles, Management Services and Programs Division

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
Loss of Registration Fee to Highway Fund (Revenue)		(\$63,024)	(\$85,124)	(\$172,725)
Loss of BGST to Counties (Revenue)		(\$149,279)	(\$201,625)	(\$409,116)
Loss of SGST to Counties (Revenue)		(\$27,559)	(\$37,224)	(\$75,530)
Loss of BGST and SGST Commission to DMV (Revenue)		(\$11,287)	(\$15,246)	(\$30,935)
Contract Programming (Expense)	\$555,800			
Project Management and Business Process Analyst (Expense)	\$474,823			
Regulations Cost (Expense)	\$2,240			
Total	\$1,032,863	(\$251,149)	(\$339,219)	(\$688,306)

Explanation

(Use Additional Sheets of Attachments, if required)

BDR 43-601 revises provisions regarding the transfer of credits for registration fees and governmental services taxes under certain circumstances. Section 1 strikes previously existing language that disallowed refunds to customers if the amount owed on the registration fee or GST on the vehicle to which the registration is transferred is less than the credit on the total fee or GST amount, and provides that a person may apply the unused portion of the credit to any outstanding obligation due to the Department by the person, and that any unused portion of the credit expires one year after the date of the registration of the vehicle. The section also provides that if the person doesn't qualify for a refund under certain circumstances, they are eligible to receive a credit equal to the portion of the registration fee and GST paid on the vehicle that can be applied to any outstanding obligation due the Department.

Projected amount available for refunding was calculated based on FY14 credits created from plate surrender/registration cancellations minus credits used for subsequent registration minus credits refunded under current language. Revenue estimate figures for FY16 reflect BDR's effective date of 10/1/15 and collections for 3/4's of the year. Estimated 6 Percent of customers to apply credits based on FY14 figures of total used credits and refunds subtracted from total plate turn-in to give a percentage of customers to use their credit amounts against other obligations owed to the Department. Nevada Demographer's Office growth rates have been applied in subsequent years (FY15=1.3%; FY16=1.3%; FY17=1.3%; FY18=1%; FY19= 0.9%).

Name Cyndie MunozTitle Deputy Chief of Administration**DEPARTMENT OF ADMINISTRATION'S COMMENTS**

The agency's response appears reasonable.

Date Friday, February 13, 2015Name Julia TeskaTitle Director

BDR /Bill/ Amendment #: **43-601/SB 127**  
 Division Name: Management Services & Programs  
 Basis for Calculations:

Agency Name: **Department of Motor Vehicles**  
 Date: 2/9/15

<b><u>Cost to Program the CARRS Application</u></b>			
<b>Title</b>	<b>Hourly Wage</b>	<b>Programming Hours</b>	<b>Programming Cost FY15</b>
Contract Programmer Cost	\$100.00	5,558	\$555,800.00
Project Manager Cost	\$132.50	1,681	\$222,732.50
Business Process Analyst Cost	\$90	2,801	\$252,090.00

<b><u>Summary of Totals</u></b>				
<b>Category</b>	<b>FY 14/15 (Based on FY14 Actuals)</b>	<b>FY 15/16</b>	<b>FY 16/17</b>	<b>Future Biennia (FY18 + FY19)</b>
<b>Projected Registration Loss</b>	\$ -	\$ 63,024.00	\$ 85,124.00	\$ 172,725.00
<b>Projected Basic Governmental Services Tax Loss</b>	\$ -	\$ 149,279.00	\$ 201,625.00	\$ 409,116.00
<b>Projected Supplemental Governmental Services Tax Loss</b>	\$ -	\$ 27,559.00	\$ 37,224.00	\$ 75,530.00
<b>Projected Loss of 6% BGST Commission to the Department</b>		\$ 9,528.00	\$ 12,870.00	\$ 26,114.00
<b>Projected Loss of 6% SGST Commission to the Department</b>		\$ 1,759.00	\$ 2,376.00	\$ 4,821.00
<b>Regulations</b>	\$2,240.00			

<b>Contract Programmer Hours</b>	\$555,800.00			
<b>Project Mangement Hours</b>	\$222,733.00			
<b>Business Process Analyst Cost</b>	\$252,090.00			
<b>Totals</b>	<b>\$ 1,032,863.00</b>	<b>\$ 251,149.00</b>	<b>\$ 339,219.00</b>	<b>\$ 688,306.00</b>