

BDR 43-476 AB 442

EXECUTIVE AGENCY FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: April 7, 2017

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

Items of Revenue or Expense, or Both	Fiscal Year 2016-17	Fiscal Year 2017-18	Fiscal Year 2018-19	Effect on Future Biennia
Graphic Designer I (Expense)		\$45,540	\$62,812	\$125,624
Operating Cost (Expense)		\$864	\$1,152	\$2,304
Contract Programming (Expense)		\$175,500		
Total	0	\$221,904	\$63,964	\$127,928

Explanation

(Use Additional Sheets of Attachments, if required)

BDR 43-476/AB442 authorizes certain organizations with a special plate, to apply to the Department of Motor Vehicles for a redesign of their plate after five years of the first approval and every subsequent five years. It requires the Commission on Special Plates to approve or deny the application for plate redesign. The holder of a special plate that has undergone a redesign may retain the original plate design or obtain the redesigned plate upon payment of \$25.00, a \$10.00 renewal fee, and an additional \$20.00 fee for the particular cause or charitable organization.

The Department currently does not complete redesigns of specialty plates. The increase in the number of plates needing design work created with this bill's passage, maintaining existing design work for special plates becoming eligible for implementation, and working with new organizations on initial designs before implementation will require an additional position. The Department is requesting a Graphic Designer I position. The position will be located at the License Plate Factory.

The Department estimates 1,755 contract-programming hours at \$100 per hour, totaling \$175,500. An additional 401 in-house programming hours will be needed to implement changes and will be absorbed by the Department.

Name Joy Grimmer

Title ASO III

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Friday, April 07, 2017

The agency's response appears reasonable.

Name Paul Nicks

Title Budget Officer

Basis for Calculation:

(1) There are currently 26 approved types of special plates and 24 of those plates would become eligible for redesign on 7/1/2017 due to their date of inception. There are also four (4) special plates currently being reviewed and waiting approval. There are two (2) in the full design and production process and an estimated two (2) more special plates projected for FY18. The current special plates in process and the plates eligible for redesign will increase workload for the License Plate Factory. It is estimated that the design/redesign of one special plate requires a minimum of 160 hours.

(2) It was determined that the Special Plate Redesign program will require one new Graphic Designer I position. Per standard budget instructions, all new positions were calculated at a step 4. There are an estimated 1,594 productive work hours per calendar year. As a result, approximately seven (7) plates per year could be redesigned by the requested Graphic Designer in addition to the average three (3) new plates. The position will be housed at the License Plate Factory and have additional Operating Costs. Salary, operating costs, and number of plates to be redesigned have been adjusted to 75% for FY18 based on hiring date of 10/1/2017.

(3) Specialty plate development begins once all required documentation is submitted and the Commission on Special License Plate recommends approval of the application. This includes an application, a surety bond, proof of support for charitable organization, and a budget for the organization. If approved, the Department and charitable organization meet to discuss details and submit plate designs. Designs are approved by the organization and must meet the requirements set in NRS 482.270. When law enforcement approves of design, the Department Director has the final decision on acceptability prior to plate production.

(4) Contractor Programming hours of 1,755 hours are estimated to complete the requirements of this bill, at \$100 an hour, totaling \$175,500. An additional 401 in-house programming hours is expected and will be absorbed by the Department.

Cost to Program the CARRS Application

Contract Programming Cos	\$100.00	1,755	\$175,500
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Summary of Totals

Category	FY 16/17 (Based on FY16 Actuals)	FY 17/18	FY 18/19	Future Biennia (FY20 + FY21)
Graphic Designer I position		\$ 45,540	\$ 62,812	\$ 125,624
Operating Costs		\$ 864	\$ 1,152	\$ 2,304
Contract Programmer Hours		\$ 175,500	\$ -	\$ -
Totals	\$ -	\$ 221,904	\$ 63,964	\$ 127,928