

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

**AGENCY'S ESTIMATES**

Date Prepared: March 30, 2017

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

<b>Items of Revenue or Expense, or Both</b>	<b>Fiscal Year 2016-17</b>	<b>Fiscal Year 2017-18</b>	<b>Fiscal Year 2018-19</b>	<b>Effect on Future Biennia</b>
Contract Programming (Expense)		\$151,800		
Postcard & Postage (Expense)		\$9,208	\$18,416	\$36,833
Regulations (Expense)	\$300			
<b>Total</b>	<b>\$300</b>	<b>\$161,008</b>	<b>\$18,416</b>	<b>\$36,833</b>

Explanation

(Use Additional Sheets of Attachments, if required)

BDR 24-22 requires the Department of Motor Vehicles (DMV) to work with the Secretary of State (SOS) to electronically transmit voter registration information. This fiscal note is based on the assumption the DMV will have already implemented an electronic voter registration process with the SOS as of May, 2017. However, the electronic transmission for some 'opt-out' applicants who do not provide the required voter information is contingent upon the SOS making changes to their NOVA system; the DMV will continue using the paper process in the interim.

Sections 2-7 indicate that customers completing a driver's license or identification card transaction (including in-person, by-mail, Web or the MyDMV Portal) are deemed as consenting to the transmission of voter information to the SOS unless they decline in writing or 'opt-out'. Forms will be updated with 'opt-out' verbiage in all languages provided by the DMV (currently English, Spanish and Tagalog) along with a voter registration receipt. The DMV already anticipates the need for revising and ordering additional forms, therefore, those costs are not included in this fiscal note. However, when these transactions are processed via alternate services, we are unable to verify if the customer intentionally "opted-in" to the voter registration or if the question was simply overlooked. We anticipate an increase in postcards notifying customers that they have been registered to vote.

The proposed implementation date of 01/01/2018 cannot be met due to the estimated programming hours needed to complete the requirements. Due to the Department's existing programming priorities and mandates, funding for a computer systems Master Services Agreement programmer is included in this fiscal note. The estimated contract programming hours are 1,518 at \$100 per hour for a total of \$151,800.

Name Cyndie Munoz

Title Administrator

**GOVERNOR'S OFFICE OF FINANCE COMMENTS**

Date Wednesday, March 22, 2017

The agency's response appears reasonable.

Name Paul Nicks

Title Budget Officer

BDR /Bill/ Amendment #: **24-22**  
Division Name: **MS&P**

Agency Name: **Department of Motor Vehicles**  
Date: 03-20-2017

Basis for Calculation:

- (1) Projected postage increases due to an increase of voter confirmation receipts mailed to Alternate Services customers. This is based on an 88% increase reported by Oregon when implementing a similar program.
- (2) Programming of our computer systems will need to be completed to implement these changes. It is estimated that the programming will take 1,518 hours and will be completed by a contract programmer at an hourly rate of \$100.00.
- (3) Section 3 mandates that regulations be created. The Department has estimated the cost of regulations to be \$300.00.

<b><u>Cost to Program the CARRS Application</u></b>
---

Contract Manager Cost	\$100.00	1,518	(\$151,800)	
<b>Summary of Totals</b>				
<b>Category</b>	<b>FY 16/17 (Based on FY16 Actuals)</b>	<b>FY 17/18</b>	<b>FY 18/19</b>	<b>Future Biennia (FY20 + FY21)</b>
Postcards and Postage		(\$9,208.20)	(\$18,416.40)	(\$36,832.80)
Contract Programmer Hours		(\$151,800)		\$0
Regulation Cost	(\$300.00)			
Totals	\$ (300)	\$ (161,008)	\$ (18,416)	\$ (36,833)