

HF610 - 0 - "Towed Rec Vehicles Registration "

Chief Author: **Jim Davnie**
 Committee: **Transportation Policy & Finance**
 Date Completed: **02/10/2015**
 Agency: **Public Safety Dept**

State Fiscal Impact	Yes	No
Expenditures		X
Fee/Departmental Earnings	X	
Tax Revenue	X	
Information Technology		X
Local Fiscal Impact		
		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium	
	FY2015	FY2016	FY2017	FY2018	FY2019
Dollars in Thousands					
Highway Users Tax Distribution	-	(4,520)	2,260	2,260	(4,520)
Total	-	(4,520)	2,260	2,260	(4,520)
Biennial Total			(2,260)		(2,260)

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2015	FY2016	FY2017	FY2018	FY2019
Highway Users Tax Distribution	-	-	-	-	-
Total	-	-	-	-	-

Executive Budget Officer's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature: Keith Bogut Date: 2/10/2015 12:47:03 PM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2015	FY2016	FY2017	FY2018	FY2019
Highway Users Tax Distribution		-	(4,520)	2,260	2,260	(4,520)
Total		-	(4,520)	2,260	2,260	(4,520)
Biennial Total				(2,260)		(2,260)
1 - Expenditures, Absorbed Costs*, Transfers Out*						
Highway Users Tax Distribution		-	-	-	-	-
Total		-	-	-	-	-
Biennial Total				-		-
2 - Revenues, Transfers In*						
Highway Users Tax Distribution		-	4,520	(2,260)	(2,260)	4,520
Total		-	4,520	(2,260)	(2,260)	4,520
Biennial Total				2,260		2,260

Bill Description

Towed recreational vehicles three year cycle registration

Assumptions

Assume an effective date the day following final enactment.

Assume an implementation date for taxes payable for a registration period starting on or after January 1, 2016.

Assume the registration cycle for towed or self-propelled recreational vehicles is changed from a one year cycle to a three year cycle.

Assume an increase in the tax basis from 30% (one year) to 90% (three year).

Assume there are 170,131 registered towed or self-propelled recreational vehicles.

Assume there is no change in the number of towed or self-propelled recreational vehicles.

Assume the current yearly receipts of \$2,260,025 do not change.

Assume all of the taxes would be paid in the first year of implementation.

Assume the total receipts for FTY2016 would be \$4,520,050 (\$2,260,025 * 2 years).

Assume no receipts in second and third years (-\$2,260,025).

Assume 5% of the 170,131 recreational vehicle owners (8,506) would generate a contact to Driver & Vehicle Services (DVS).

Expenditure and/or Revenue Formula

Revenue:

In FY 2016 additional revenue (\$2,260,025 * 2 = \$4,520,050) Highway User Tax Distribution Fund

In FY 2017-18 reduction in revenue (-\$2,260,025 each year) Highway User Tax Distribution Fund

Bill Description: Towed Rec Vehicles Registration
 Bill Fiscal Considerations: Bill must cover the cost of business through the fees collected. Any increase in expenses will require increasing fees.

Agency Fiscal Note Coordinator Signature: Larry Freund
 2015-2016 Legislative Session

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