



*Colorado Legislative Council Staff Fiscal Note*  
**STATE**  
**FISCAL IMPACT**

**Drafting Number:** LLS 09-0651  
**Prime Sponsor(s):** Rep. Labuda

**Date:** February 15, 2009  
**Bill Status:** House Transportation and Energy  
**Fiscal Analyst:** Bill Zepernick (303-866-4777)

**TITLE:** CONCERNING A FEE FOR THE REGISTRATION OF MOTOR VEHICLES TO BE USED TO SUPPORT THE COLORADO STATE TITLING AND REGISTRATION SYSTEM.

<b>Fiscal Impact Summary</b>	<b>FY 2009-2010</b>	<b>FY 2010-2011</b>
<b>State Revenue</b>		
Cash Funds		
Colorado State Titling and Registration Account	\$3,058,602	\$3,058,602
<b>State Expenditures</b>		
Cash Funds		
Colorado State Titling and Registration Account*	\$5,795	
<b>FTE Position Change</b>		
<b>Effective Date:</b> July 1, 2009.		
<b>Appropriation Summary for FY 2009-2010:</b> None required.		
<b>Local Government Impact:</b> None.		

\* These costs (\$5,795 in FY 2009-10) are appropriated in the Long Bill to the Department of Revenue for computer programming costs associated with new legislation.

**Summary of Legislation**

The bill raises the fee for all vehicle registrations by 60 cents. This fee is to be deposited in the Colorado State Titling and Registration (CSTAR) Account of the Highway Users Tax Fund, and is to be used by the Department of Revenue to support the state motor vehicle titling and registration system.

**State Revenue**

The bill will increase cash fund revenue collected by the Department of Revenue by \$3,058,602 per year beginning in FY 2009-10. This revenue is deposited to the CSTAR Account of the Highway Users Tax Fund.

**Fee Impact on Individuals, Families or Business.** Section 2-2-322, C.R.S., requires legislative service agency review of measures which create or increase any fee collected by a state agency. The bill increases the fee to register or renewal a vehicle registration by 60 cents. It is estimated that this fee will be applied to 5.1 million vehicles registered in Colorado each year beginning in FY 2009-10.

**State Expenditures**

The bill increases cash fund expenditures by the Department of Revenue by \$5,795 in FY 2009-10. This one-time cost is to make changes in the state motor vehicle titling and registration system to implement the fee increase. It is estimated that 150 hours of programmer time is required to make the system changes at a cost of \$38.63 per hour. No appropriation is required for these computer system changes.

**Departments Contacted**

Revenue