


Colorado Legislative Council Staff Fiscal Note
STATE
FISCAL IMPACT

Drafting Number: LLS 10-0655
Prime Sponsor(s): Rep. Miklosi

Date: January 26, 2010
Bill Status: House SVMA
Fiscal Analyst: Harry Zeid (303-866-4753)

TITLE: CONCERNING THE ADDRESS OF A PERSON ON FILE WITH SPECIFIED STATE AGENCIES.

Fiscal Impact Summary	FY 2010-11	FY 2011-2012	FY 2012-2013
State Revenue			
State Expenditures			
Cash Funds			
Licensing Services Cash Fund	\$63,538	(\$63,642)	(\$116,565)
FTE Position Change	0.0 FTE	(1.5 FTE)	(3.0 FTE)
Effective Date: July 1, 2011, assuming that no referendum petition is filed.			
Appropriation Summary for FY 2010-2011: See the State Appropriations section.			
Local Government Impact: None.			

Summary of Legislation

On or before July 1, 2011, HB10-1045 requires the Secretary of State and the Department of Revenue to include a link between their respective web sites to allow individuals to make a change of address electronically for purposes of voter registration, driver's licenses, identification cards, and state income tax.

Further, individuals may electronically update address information with the Department of Revenue directly through the department's official web site. Any person who has moved must change the address information for vehicle registration purposes with the county of residence and not with the Department of Revenue.

State Expenditures

Department of Revenue. The department will require \$63,538 CF in FY 2010-11 to implement the bill, but the department will experience a cost savings of \$63,642 and 1.5 FTE in FY 2011-12, and a cost savings of \$116,565 and 3.0 FTE in FY 2012-13 once the electronic address system becomes operational. These cost and savings components are identified in Table 1.

Table 1. Department of Revenue Expenditures Under HB10-1045			
Cost Components	FY 2010-11	FY 2011-12	FY 2012-13
Personal Services	\$23,538	(\$51,498)	(\$102,996)
FTE	0.0	(1.5)	(3.0)
Operating Expenses	40,000	(\$12,144)	(\$13,569)
TOTAL	\$63,538	(\$63,642)	(\$116,565)

The department will require \$40,000 in FY 2010-11 to develop a web application for the modifications necessary to its official website for driver's licenses and identification cards. This function will be performed by the department's contracted vendor, Colorado Interactive. In addition, \$23,538 will be necessary for 600 hours of internal computer programming by the department at a rate of \$39.23 per hour. The modifications will be funded from the Licensing Services Cash Fund.

The income tax system is currently scheduled to implement a user interface to allow income tax filers to change their addresses online. This feature is targeted for completion in November, 2011, four months after the effective date of the bill. The department currently allows individuals to use an interactive voice response system to make address changes to their income tax accounts. It is assumed that this method will continue to be used until the computerized system comes online.

Secretary of State. The bill has no fiscal impact on the Secretary of State. The bill requires a link on the Secretary of State's web site to the Department of Revenue's web site for voters to update their address information. This link is already planned as part of the work necessary to implement online voter registration as required by HB09-1160.

State Appropriations

The Department of Revenue requires a cash funds appropriation of \$63,538 for FY 2010-11 to implement the bill.

Departments Contacted

Revenue Secretary of State