


Colorado Legislative Council Staff Fiscal Note
STATE
FISCAL IMPACT

Drafting Number: LLS 11-0653
Prime Sponsor(s): Rep. Ferrandino
 Sen. Hodge

Date: February 14, 2011
Bill Status: House Transportation
Fiscal Analyst: Kurtis Morrison (303-866-3140)

TITLE: CONCERNING THE ADJUSTMENT OF SPECIFIED VEHICLE FEES CREDITED TO SPECIAL PURPOSE ACCOUNTS WITHIN THE HIGHWAY USERS TAX FUND.

Fiscal Impact Summary	FY 2011-2012	FY 2012-2013
State Revenue		
Cash Funds		
HUTF CSTAR Account	\$2.6 million	\$2.6 million
HUTF Motorist Insurance Identification Account	(1.96 million)	(1.96 million)
State Expenditures		
General Fund	\$5,480	
Cash Funds		
CSTAR Account (HUTF)	1,776	
FTE Position Change		
Effective Date: Upon signature of the Governor, or upon becoming law without his signature.		
Appropriation Summary for FY 2011-2012: See State Appropriations section.		
Local Government Impact: None.		

Summary of Legislation

House Bill 11-1182, recommended by the Joint Budget Committee, increases state vehicle registration fees by a net \$0.10 per annual registration. Specifically, the bill:

- reduces from \$0.50 to \$0.10 the motorist insurance identification vehicle registration fee, credited to the Highway Users Tax Fund (HUTF) Motorist Insurance Identification Account; and
- increases by \$0.50 the registration fee credited to the HUTF Colorado State Titling and Registration (CSTAR) Account.

State Revenue

The bill increases state revenue by a net \$640,000 in FY 2011-12, and each fiscal year thereafter. Table 1 summarizes the revenue impact of the bill.

Table 1. State Revenue Generated Under House Bill 11-1182			
	Current Law	House Bill 11-1182	
		FY 2011-12	Difference
Motorist Insurance Identification Fee <i>— 4.9 million vehicle registrations impacted</i>	\$2,450,000	\$490,000	(\$1,960,000)
Vehicle Registration Fee <i>— 5.2 million vehicle registrations impacted</i>	not applicable	2,600,000	2,600,000
TOTAL			\$640,000

Based on the number of vehicles registered in recent years, the fiscal note assumes that approximately 4.9 million registered vehicles will be subject to the Motorist Insurance Identification Fee, and that 5.2 million registered vehicles will be subject to the additional \$0.50 registration fee.

State Expenditures

The bill increases state cash fund expenditures by \$1,776 in FY 2011-12. To implement the bill, the following one-time computer programming costs are required:

- \$1,776 (24 hours of programming at \$74 per hour) to update the Colorado State Titling and Registration System (CSTARS), paid from the HUTF CSTAR Account; and
- \$5,480 (20 hours of programming at \$74 per hour by the Governor's Office of Information Technology, and 20 hours of programming at \$200 per hour by FAST Enterprises) to update the Colorado Integrated Tax Architecture (CITA) program, paid from the General Fund.

State Appropriations

For FY 2011-12, the DOR requires a one-time cash fund appropriation of \$1,776 from the HUTF CSTAR Account, and the Governor's Office of Information Technology requires a one-time General Fund appropriation of \$5,480.

Departments Contacted

Joint Budget Committee

Revenue