

STATE and LOCAL FISCAL IMPACT

Drafting Number: LLS 12-0747**Date:** February 22, 2012**Prime Sponsor(s):** Rep. Wilson**Bill Status:** House Transportation**Fiscal Analyst:** Jonathan Senft (303-866-3523)

TITLE: CONCERNING AN EXEMPTION FROM THE LATE FEE FOR MOTOR VEHICLE REGISTRATION FOR COLLECTOR VEHICLES.

Fiscal Impact Summary	FY 2012-2013	FY 2013-2014
State Revenue		
Cash Funds		
Highway Users Cash Fund	(\$331,094)	(\$334,400)
State Expenditures		
Cash Funds		
State Highway Fund	(\$215,211)	(\$217,360)
FTE Position Change		
Effective Date: Upon signature of the Governor, or upon becoming law without his signature.		
Appropriation Summary for FY 2012-2013: None.		
Local Government Impact: See Local Government Impact section.		

Summary of Legislation

This bill eliminates the late registration fee for collector items, such as a motor vehicle model year 1975 or earlier, or a horseless carriage. The current late registration fee for this type of motor vehicle is \$25 for each month late and capped at \$100.

State Revenue

This bill will reduce revenue to the Highway Users Tax Fund by \$331,094 in FY 2012-13 and by \$334,400 in FY 2013-14. The average motor vehicle late fee remitted to the Department of Revenue (DOR) is \$48, with \$10 reallocated to the counties. Based on historical data, the state is estimated to receive late fees from 8,713 vehicles in FY 2012-13, and 8,800 vehicles in FY 2013-14. Under this bill, owners would no longer be obligated to pay this fee.

State Expenditures

Sixty-five percent of the HUTF is allocated to the State Highway Fund (SHF). Since \$331,094 of HUTF money is lost in FY 2012-13, and \$334,400 in 2013-14, the SHF will be reduced by \$215,211 in FY 2012-13 and by \$217,360 in FY 2013-14. Consequently, this money can no longer be expended.

Local Government Impact

Counties receive \$10 for each late registration. Based on historical data, the state is estimated to receive late fees from 8,713 vehicles in FY 2012-13, and 8,800 vehicles in FY 2013-14. Under this bill, owners would no longer be obligated to pay this fee. Therefore, counties will lose \$87,130 in FY 2012-13 and \$88,000 in FY 2013-14, in addition to the losses discussed below.

HUTF revenue generated by late registration fees is distributed to the State Highway Fund (65 percent), counties (22 percent) and municipalities (18 percent). Therefore, in FY 2012-13 county revenue is decreased by \$72,840 and municipality revenue is decreased by \$59,506. In FY 2013-14, county revenue is decreased by \$73,568 and municipality revenue is decreased by \$60,192.

Departments Contacted

Revenue	Transportation
---------	----------------