

**STATE
FISCAL IMPACT**

Drafting Number: LLS 13-0885	Date: April 9, 2013
Prime Sponsor(s): Rep. Moreno; Dore Sen. Jahn; Balmer	Bill Status: House Transportation and Energy Fiscal Analyst: Jonathan Senft (303-866-3523)

TITLE: CONCERNING AUTHORITY FOR THE ELECTRONIC TRANSMISSION OF INFORMATION RELATING TO MOTOR VEHICLES.

Fiscal Impact Summary	FY 2013-2014	FY 2014-2015
State Revenue Cash Funds Electronic Motor Vehicle Registration and Titling Cash Fund	Potential Gifts, Grants and Donations.	
State Expenditures	Minimal impact.	
FTE Position Change		
Effective Date: Upon the signature of the Governor.		
Appropriation Summary for FY 2013-2014: None required.		
Local Government Impact: None.		

Summary of Legislation

This bill allows the Department of Revenue (DOR) to establish a system to allow the electronic registration and titling of motor vehicles, as well as the electronic transmission of lien information. When a motor vehicle is subject to an electronic mortgage or lien, the title is considered to be physically held by the mortgagee or lien holder. If the DOR establishes this electronic system, then a financial institution with less than 50 transactions per year need not file electronically. The bill also allows an electronic record of the mortgage or lien to be admissible in court as evidence of the existence of a mortgage or lien.

While the DOR already has the authority to establish a system to allow electronic registration and titling, and for the electronic transmission of motor vehicle liens, this bill allows DOR to study and determine the cost of installing such a system.

State Revenues

This bill establishes the Electronic Motor Vehicle Registration and Titling cash fund. This cash fund may receive gifts, grants and donations, and is designated to pay for any direct or indirect costs associated with this bill. As of this writing, no sources of funding have been identified. The cash fund is repealed on July 1, 2016.

State Expenditures

This bill allows the DOR to set up a system for the electronic transmission of documentation that is currently transmitted in paper copy. It does not require the DOR to implement the process, therefore this bill has no immediate fiscal impact. If the DOR were to implement this system in the future, it is assumed costs associated with IT reprogramming would be incurred, but savings related to the reduced amount of paper and efficiencies in record keeping would be realized. This bill also allows the DOR to promulgate rules to create the electronic system, which would require minimal staff hours from the Department of Law.

Departments Contacted

Counties

Judicial

Law

Revenue