

and municipalities, and an average of \$4.7 million per year was retained by the county registering the vehicle. This fiscal note assumes similar late vehicle registration fee collections for FY 2015-16 and each year thereafter.

Table 1. HUTF Late Vehicle Registration Fee Revenue Under SB 15-018		
	FY 2015-16	FY 2016-17
SHF - CDOT (60 percent)	(\$5.3 million)	(\$10.6 million)
Counties (22 percent)	(\$1.9 million)	(\$3.8 million)
Municipalities (18 percent)	(\$1.6 million)	(\$3.2 million)
TOTAL	(\$8.8 million)	(\$17.6 million)

Department of Transportation. The SHF within the Colorado Department of Transportation (CDOT) receives 60 percent of the revenue credited to the HUTF from late vehicle registration fees. In FY 2015-16, this bill is expected to decrease revenue to the SHF by about \$5.3 million, and by about \$10.6 million each year thereafter.

TABOR Impact

This bill reduces fee revenue, which will decrease the amount required to be refunded under TABOR. TABOR refunds are paid from the General Fund.

State Expenditures

For FY 2015-16, the bill requires a one-time cash fund expenditure in the DOR of \$412. The department will be required to purchase four hours of programming services at \$103 per hour to update the Colorado State Titling and Registration System (CSTARS) to discontinue the assessment, collection, and distribution of the late vehicle registration fee. Programming will be completed by the Governor's Office of Information Technology. Costs for programming can be absorbed within existing appropriations.

The department will also be required to update rules, forms, manuals, and the website to reflect the change in law. Training will also be provided by the department to authorized agents, Title and Registration Sections staff, law enforcement, and other entities impacted by the bill. These activities do not require new appropriations.

Local Government Impact

This bill will decrease revenue to local governments beginning in FY 2015-16. Currently, the county government registering a motor vehicle retains \$10 of the late vehicle registration fee. For FY 2015-16, the bill is expected to reduce county government revenue from late vehicle registration fee collections by about \$2.4 million, and by about \$4.7 million each year thereafter.

Local governments also receive a portion of the HUTF revenue collected from late vehicle registration fees. Cities receive 18 percent of the HUTF revenue and counties receive 22 percent. For FY 2015-16, this bill reduces local government HUTF revenue by about \$3.5 million, and by about \$7.0 million each year thereafter.

The total revenue reduction to local governments as a result of this bill in FY 2015-16 is about \$5.9 million, and about \$11.7 million each year thereafter.

Effective Date

The bill takes effect January 1, 2016, if no referendum petition is filed.

State and Local Government Contacts

Revenue
Municipalities

Transportation
Clerk and Recorders

Counties
Local Affairs