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FISCAL IMPACT REPORT

SPONSOR Neville **ORIGINAL DATE** 2/2/15
LAST UPDATED 2/6/15 **HB** _____

SHORT TITLE NM Amigos License Plates **SB** 97/aSPAC

ANALYST Malone

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY15	FY16	FY17		
	\$1.0	\$2.0	Recurring	MVD Operating Budget

(Parenthesis () Indicate Revenue Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY15	FY16	FY17	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	\$9.5	\$0.0	\$0.0	\$9.5	Nonrecurring	TRD-ITD Operating Budget

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Taxation and Revenue Department (TRD)

SUMMARY

Synopsis of SPAC Amendment

The Senate Public Affairs Committee amendment to Senate Bill 97 eliminates the penalty of a petty misdemeanor for falsely claiming to be a member of NM Amigos to acquire a specialized plate.

Synopsis of Original Bill

Senate Bill 97 directs the Motor Vehicle Division to issue a standardized special registration plate with a logo designed to indicate that the owner is a member of New Mexico Amigos. The annual fee for the plate would be \$10.00 in addition to the regular motor vehicle registration fees.

This additional revenue would be retained by the MVD for the manufacture and issuance of the special NM Amigos registration plate.

FISCAL IMPLICATIONS

The Taxation and Revenue Department (TRD) estimated for similar legislation considered in 2013 (HB 282 and HB 185), based on past experience with similar special plates, that approximately 100 new plates would be issued in the first few years, with about 100 renewals increasing to 200 annual renewals in subsequent years. The calculations assume 100 new plates in each year; 100 renewals in FY16; and 200 renewals in each year after FY16. Multiplying these totals times the \$10.00 fee provides the estimates above.

ADMINISTRATIVE IMPLICATIONS

TRD estimates that there will be minimal administrative impact for them. Implementation of this bill will have a low impact for the Information Technology section. A total of 190 hours of the MVD time is estimated to make configuration and report changes to Tapestry, spread across the following:

- MVD 2.0 (60 hours)
- Point of Sale (30 hours)
- MVD Mainframe Batch (40 hours)
- MVD Mainframe MVRO (20 hours)
- Testing (40 hours)

At \$50/hour, this would cost \$9,500.

CEM/je/bb