

EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 29, 2013

Agency Submitting: Management Services and Programs Division, Department of Motor Vehicles

Items of Revenue or Expense, or Both	Fiscal Year 2012-13	Fiscal Year 2013-14	Fiscal Year 2014-15	Effect on Future Biennia
Vendor One-Time Costs (Expense)		\$75,000		
Regulation Costs (Expense)		\$1,992		
DPC Fees (\$18.50) (Revenue)		\$555,000	\$1,124,430	\$2,248,860
Dept. of Tran Fee (.50 cents) (Revenue)		\$15,000	\$30,390	\$60,780
Initial Test Fee (\$25) (Revenue)		\$750,000	\$759,750	\$39,507
Retest Fee (\$10) (Revenue)		\$90,000	\$92,340	\$4,741
DMV Tech III and IV (18 positions) (Expense)		\$636,606	\$886,671	\$1,773,342
Total	0	\$696,402	\$1,120,239	\$580,546

Explanation

(Use Additional Sheets of Attachments, if required)

BDR 43-596 authorizes the department to create and issue driving privilege cards for those applicants who qualify under the proposed guidelines. Section 1 prohibits the Department from releasing any information relating to legal presence from a file or record of any person who has a driver privilege card (DPC) as with any other license, identification card, or permit holder.

With the proposal in Section 5 of the bill, a new and separate acceptable documentation section for the driver privilege card would be created within Chapter 483. Section 5 also allows a DPC holder to become eligible to vote under NRS 293.524 since this is establishing a new type of driver's license. Section 5(5)(b) allows a person to provide an Individual Tax Identification Number (ITIN) if they do not have a social security number. Section 5(7)(8) requires the DPC to read "Not for Federal ID Purposes" and imprint a symbol resembling a globe. This will require a vendor change.

Section 5(8) establishes an annual expiration date. All DPC holders would be required to come into the DMV offices to renew and provide their documents each time.

Name Deborah Cook

Title Chief of Administration

DEPARTMENT OF ADMINISTRATION'S COMMENTS

Date Thursday, March 28, 2013

The agency's response appears reasonable.

Name Jeff Mohlenkamp

Title Director

BDR /Bill/ Amendment #: **43-596**

Agency Name:

Department of Motor Vehicles

Division Name: **MSP**

Date:

3/25/2013

Section 5(7)(8) requires the driver privilege cards to convey the statement of "Not for Federal ID Purposes," and to imprint a symbol resembling a globe. The one-time vendor cost of \$75,000 is below.

Although this BDR is revenue positive, the Department by statute can only be appropriated 22% of the revenues distributed to the Highway Fund for operating costs. This would equate to \$306,900 in FY14 and \$376,754 in FY15. As such, the revenues do not cover even half of the Department's expenditures resulting from this BDR each year.

Section 5 authorizes the Department to adopt regulations for the driver privilege card if necessary.

In order to address the workload, 14 additional staff would be allocated for the five main southern offices and four in the Reno Galletti office. Half of the positions would be designated for customer counter transactions, and the other half would address the increase in drive skill tests. The salaries for the additional technicians and the equipment costs are provided below. The FY14 costs are from October 01, 2013 to June 30, 2014. FY15 represents a full year's salary and benefits.

Based upon the estimated 60,000 potential DPC applicants, the act will increase wait times in our offices by 24% with existing staff levels. This would reduce the expenditures listed in the fiscal note. However, in order to offset the increase in customers, the Department is requesting additional staff so other customers are not negatively impacted.

Section 8 requires the driver privilege card to expire annually. There will be an increase in revenue due to the new driver's license type. The estimated revenue below is based upon the estimated 60,000 applicants. The card fee is \$18.50. An additional .50 cents pursuant to NRS 483.415 is charged per card and deposited in the Bike Safety account for the Nevada Department of Transportation. The Department charges a \$3 card production fee for each card, which offsets what the vendor charges us to produce each card. These figures are not included in the calculations. FY14 shows the last 6 months of revenue (half of 60,000) due to the bills effective date of January 01, 2014. The Department charges a \$25.00 initial test fee and a \$10.00 retest fee. Applicants are required to be tested initially and then only upon acquiring 12 or more demerit points. FY14 shows test fee revenue for half of the estimated 60,000 applicants, FY15 indicates the remaining half. FY15 retest figures show half of the 60,000 and the 30% retest estimates for the knowledge tests given today. Future Biennia shows the 1.3% increase of the total estimated 60,000 applicants.

Growth rate per NV. Demographer's Office (, FY14 to FY15 = 1.3%, future biennia = FY15 x 2)

BDR /Bill/ Amendment #: **43-596** Agency Name: **Department of Motor Vehicles**
 Division Name: **MSP** Date: **3/25/2013**

Vendor One-Time Costs	(\$75,000.00)		
Regulation Costs	(\$1,992.10)		
DPC Fees (\$18.50)	\$555,000.00	\$ 1,124,430.00	\$ 2,248,860.00
Dept. of Tran Fee (.50 cents)	\$15,000.00	\$30,390.00	\$ 60,780.00
Initial Test Fees (\$25.00)	\$750,000.00	\$759,750.00	\$ 39,507.00
Retest Fees (\$10.00)	\$90,000.00	\$92,340.00	\$ 4,740.84
DMV Tech III and IV (18 positions)	(\$636,606.00)	(\$886,671.00)	\$ (1,773,342.00)
Sub-totals	\$696,401.90	\$ 1,120,239.00	\$ 580,545.84

Based upon the estimated 60,000 potential DPC applicants, this will increase the wait times in our main offices by 24%. In order to address the workload, 14 additional staff would be allocated for the five main southern offices and four in the Reno Galletti office. Half of the positions would be designated for customer counter transactions, and the other half would address the increase in drive skill tests. The salaries for the additional technicians and the equipment costs are provided below. The FY14 costs are from October 01, 2013 to June 30, 2014 since the Department will need time to hire and train new staff prior to the January 01, 2014 effective date. FY15 represents a full year's salary and benefits.

Position:	Salary/Benefits: FY14 (10/13 to 6/14)	Number of Positions	FY14 Totals	Salary/Benefits: FY15 (07/14 to 6/15)	Number of Positions	FY15 Totals
DMV Technician III's	\$34,495	9	\$310,455	\$48,096	9	\$432,864
DMV Technician IV's	\$36,239	9	\$326,151	\$50,423	9	\$453,807
Total for Fiscal Years:		18	-\$636,606		18	-\$886,671

Southern Offices: 7 DMV Tech III's and 7 DMV Tech IV (drive examiners)

Northern Offices: 2 DMV Tech III's and 2 DMV Tech IV (drive examiners)

Total: 9 DMV Tech III and 9 DMV Tech IV

FY2012: Number of transaction per Field Office

DMV Field Offices	Yearly Totals
Carson City	192,861
Decatur	686,491
Donovan	120,822
Elko	91,792
Ely	24,250
Fallon	79,054
Flamingo	794,789
Hawthorne	10,975
Henderson	674,199
Laughlin	16,001
Mesquite	37,237
Pahrump	81,150
Reno Galletti	619,680
Shara	744,587
Sparks CDL	42,323
Tonopah	13,330
Winnemucca	38,868
Yerington	27,169
Totals:	4,295,578

Est. Number of DPC's Issued Per Year (60,000):	**5 Major Southern Offices:	****4 Major Northern Offices:
Estimated number of DPC's:	45,000	15,000
***Est. DPC Increase Per Year, Per Office:	9,000	3,750
Est. DPC Per Month, Per Office:	750	313
Estimated DPC Per Day, Per Office:	30	13
** 5 Southern Offices: Decatur, Donovan, Sahara, Flamingo, and Henderson		

Average Wait Time - FY13 (YTD)	Average Customers Per Day:	Minutes Per Customer:
41	1,132	0.04
Est. Additional DPC Customers per Main Offices:	****Additional Wait Time Added to Current Average:	New Wait Time Average:
26	10	51

**** Calculation: Minutes Per Customer x Additional DPC Customers divided by 10 hour work day = 10 additional wait time minutes to the existing 41 minutes. DMV would have an estimated 51 minute wait time on an average.