

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2725

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session
Legislative Fiscal Office

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Prepared by: Krista McDowell
Reviewed by: Linda Gilbert
Date: 4/17/2013

Measure Description:

Provides that off-road operating permit for all-terrain vehicle must be issued in form of identification plate rather than decal if vehicle is not otherwise registered with Department of Transportation.

Government Unit(s) Affected:

Oregon Department of Transportation (ODOT), Oregon Parks and Recreation Department (OPRD)

Summary of Expenditure Impact:

Summary of Expenditure Impact		
	2013-15 Biennium	2015-17 Biennium
Other Funds	486,000	648,000
Total Funds	\$486,000	\$648,000
Positions		
FTE		
Summary of Revenue Impact		
	2013-15 Biennium	2015-17 Biennium
Other Funds	1,247,400	1,663,200
Total Funds	\$1,247,400	\$1,663,200

Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:

The bill will require a title on all Class I, III and IV ATV's purchased on or after January 1, 2014. Exceptions to the law include vehicles owned and operated by government entities and new vehicles that are in dealer stock. The bill also creates a new offense for failure to title a Class I, III and IV ATV.

The Department of Motor Vehicles (DMV) estimates issuing 16,200 ATV titles of the 2013-15 biennium and 21,600 for the 2015-17 biennium. The title fee will be \$77 per title, of which DMV would retain \$30 per title for administrative costs, and submit the remaining funds to the Oregon Parks and Recreation Department (OPRD). Total revenue generated is estimated at \$1,247,400 in Other Funds (OF) in the 2013-15 biennium and \$1,633,200 OF in the 2015-17 biennium.

DMV's administration costs associated with the title program include increased staff time, office supplies and marketing materials, reprogramming in DMV's conviction table, revisions to administrative rules and AAG review of administrative rules.

OPRD will incur minimal fiscal impact as a result of the passage of this bill- related to updating brochures and the agency website to inform the ATV community about the titling requirement. While this individual measure has a "Minimal" fiscal impact on OPRD, an agency may incur a net fiscal impact greater than minimal depending on the cumulative impact of all measures enacted into law that affect the agency.

The Legislative Fiscal Office believes this measure warrants a subsequent referral to the Joint Committee on Ways and Means Committee for consideration of this measure's budgetary impact.