# FISCAL IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly – 2019 Regular Session Legislative Fiscal Office

> Only Impacts on Original or Engrossed Versions are Considered Official

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## **Measure Description:**

Reduces period in which towers must provide notice to owners and lienholders of vehicle after towing vehicle.

## **Government Unit(s) Affected:**

Oregon Department of Transportation (ODOT)

## Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See analysis.

## Summary of Expenditure Impact:

	2019-21 Biennium	2021-23 Biennium
Other Funds	1,569,920	1,351,550
Total Funds	\$1,569,920	\$1,351,560
Positions	11	11
FTE	11.00	11.00

**Analysis:** The bill reduces the amount of time towers have to notify registered owners and lien holders after vehicles have been towed and placed in storage from 20 days to one business day and to reduce the limit a lien established for the towing service performed and storage provided from 10 days to one day from the date the vehicle and its contents were placed into storage, if the tower fails to comply with the notice requirements from the date the vehicle and its contents were placed into storage. The bill also directs the Oregon Department of Transportation (ODOT) to establish an electronic portal for towers to use to obtain electronic mail addresses of vehicle interest holders and lien holders.

ODOT reports that programming and configuration of the database will cost \$197,880 Other Funds. ODOT anticipates a substantial increase in Division of Motor Vehicles (DMV) transactions due to the provisions of this bill. DMV estimates it will need five new Transportation Services Representative 1 positions (5.00 FTE) and six new Public Services Representative 3 positions (6.00 FTE) for a total of \$1,372,040 Other Funds in the 2019-21 biennium. In addition, DMV is undergoing an enterprise level software system development and installation and resources are not currently available for the IT work.

This measure warrants a subsequent referral to the Joint Committee on Ways and Means for consideration of its budgetary impact.