

MEMBERS PRESENT: Chairman Bremner  
Vice Chairman Hickey  
Mr. Bergevin  
Mr. Brady  
Mr. Coulter  
Mr. Glover  
Mrs. Hayes  
Mr. Horn  
Mr. Marvel  
Mr. Rhoads  
Mr. Robinson  
Mr. Vergiels  
Mrs. Westall

ALSO PRESENT: Bill Bible, Fiscal Analyst; Judy Matteucci,  
Deputy Fiscal Analyst; Mike Alastuey, Deputy  
Budget Director.

Chairman Bremner called the meeting to order at 3:00 p.m.

SB 214 Requires sprinkler systems for fire protection in  
hotels and requires fire codes in counties and cities.

Mr. Tom Huddleston, State Fire Marshall, stated that the Board  
that is called for in the bill will require 1 staff position,  
and 1 clerical position. He stated that he has requested 2  
Deputy State Fire Marshalls to implement the surveys and enforce-  
ment of the bill, and 2 plans checkers to take care of the  
volume of plans anticipated.

Chairman Bremner asked if the requested 2 Deputy Fire Marshalls  
are in addition to those already provided in the budget. Mr.  
Huddleston stated that they are in addition, and with the 12  
month limitation placed in the bill to accomplish the surveys  
of the property, the 2 additional deputies are needed to meet  
this deadline.

Mr. Joe Dini commented on the differences between the original  
\*SB 505 and SB 214.

SB 80 Provides for increases in certain fees in Department of  
Motor Vehicles

Ms. Sharon P. Alcamo of the Driver's License Division of the  
Department of Motor Vehicles, addressed the committee with  
respect to SB 80. Her comments are contained in EXHIBIT A.

SB 427 Creates an audit subcommittee of the Legislative  
Commission and provides procedures for the audit  
of federal grant activities.

Mr. John Crosley, Legislative Auditor, stated that SB 427  
proposes to establish an audit subcommittee of the Legislative  
Commission to monitor the requests for audits from grantee  
agencies of the state and determine the extent of involvement  
of the Legislative Auditor. He said the purpose of this  
approach is to run a pilot project for the next two years with  
limited resources in order to eliminate problems and coordinate  
the federal audit with the ongoing state audit program through  
the Legislative Commission and Legislative Auditor. The next  
legislature could then decide whether the Legislative Auditor  
should make the program comprehensive. He indicated the bill  
requires the Legislative Auditor to seek federal reimbursement

\*AB 505

for all audits and appropriates \$50,000 in state funds to match those moneys and provide resources for the pilot project. He said the Legislative Auditor is required to submit to the audit subcommittee before the 1983 Legislative Session an estimate of the cost of complying with the federal audit requirements for the 1983-85 biennium so that the legislature can determine its involvement.

Mr. Crosley distributed a handout to the committee, a permanent copy of which is on file with the Office of Fiscal Analysis.

#### STATE PARK PLANNING AND DEVELOPMENT

Mr. John Meder, Administrator of State Parks, stated that a major concern over the action taken on the State Park Planning and Development budget exists in the portion of the budget that is responsible for the carrying out of the capital construction program. He stated that with the loss of the funds as presently cut from the budget, they will not be able to qualify for matching funds from the federal government. He indicated that \$80,000 has been cut from the budget during the first year but the actual effect of this cut is \$124,000 because of the loss of federal funds.

Mr. Meder stated that with the loss of staff that has been cut from the budget, they will be unable to meet the SCORP requirements and they will lose their certification and will be no longer eligible to receive SCORP funds into the State of Nevada.

Mr. Bergevin stated that it does not seem rational to expend \$79,000 just to save \$74,000 in federal funds. Mr. Meder stated that in addition to these funds they are able to qualify for other federal funds which average about \$2,000,000 annually.

Mr. Robinson asked about inhouse work on SCORP and how practical it has been in the past. He pointed out that in the past outside help had to be hired to bring the SCORP reports up to an acceptable standard for Federal approval. Mr. Meder said that the Senate is recommending no funding for the state portion of the fund this year and the House of Representatives in their committee actions recommended funding. He said there is a possibility that funding will be coming through.

Mrs. Westall questioned the loss of maintenance personnel in the Lincoln County Park facility. Mr. Meder said they foresee no problems and anticipate that they will be able to do the work required with the personnel as proposed.

#### LEGISLATIVE COUNCIL BUREAU BUDGET

Mr. Arthur Palmer, Director of the Legislative Council Bureau, distributed a handout to the committee, a permanent copy of which is on file with the Office of Fiscal Analysis.

Mr. Palmer said that the combined budgetary requests of the Legislative Council Bureau reflect a 10 and 1/2 percent increase. He stated that the Legislative Commission's budget is up 66.7 percent. He said General Services budget is up 19.6 percent, Legal Division is down 7 percent, Audit Division is up 37.6 percent, Research and Fiscal are both up 16 percent.

Chairman Bremner stated that salaries are not included in the figures as presently being discussed for the committee. Mr. Palmer stated that the figures include only a contingency for salaries for the unclassified personnel; the salaries for others are not included.

Mr. Glover asked if the Commission had given any consideration to taking the present budget and cutting it 10 percent as all other departments had done.

Mr. Palmer stated that the budget was cut by a special committee of the commission but there was no overall across-the-board cut.

Mr. Marvel asked how many studies have been funded during the interim. Mr. Palmer stated that of the concurrent resolution, none have been endorsed by both houses.

#### Service Division

Mr. Palmer stated that an attempt to place a realistic projection in the budget for repair and maintenance was seriously considered. He stated that the budget has been previously over expended due to the fact that the building is now over 10 years old and a lot of the equipment is now beginning to break down.

Mr. Palmer addressed the maintenance costs for the elevators. Mr. Robinson asked if the company that services the elevators comes by on a regular basis or an on call basis. Mr. Palmer stated that they come by about twice a month and also they respond on an on call basis. He added that additional charges are levied by the company for elevator service if the service call is an evening call. He stated that the maintenance contract is up in June and has been placed out to bid.

Mr. Glover asked why a seasonal janitor is employed. Mr. Palmer stated that when the Legislative Session is dismissed the building is still used by various state agencies and there is a need for janitorial services.

Mr. Robinson stated that perhaps the agencies using the building during the off session years should be billed for the use to help defray the costs of employing janitorial services and added security. Mr. Palmer stated that if added security is employed for any reason, the agencies are charged for the added costs.

Mr. Glover asked how much money was expended on the drip irrigation system. Mr. Palmer stated that the system has been operating since it was put in but does not show in the budget being presented at this time. He added that the system cost between \$10,000 and \$12,000. Mr. Palmer stated that the drip system has been very beneficial, although there have been some problems, it has cut down on costs.

Chairman Bremner stated that a subcommittee is going to be appointed consisting of himself, Mr. Glover and Mr. Marvel. He stated that the subcommittee will go through the budget and will report to the committee with recommendations.

The meeting was adjourned at 5:30 p.m.



DEPARTMENT OF MOTOR VEHICLES

555 WRIGHT WAY

CARSON CITY, NEVADA 89711  
DRIVER'S LICENSE DIVISION  
(702) 885-5360

TO: CHAIRMAN BREMNER  
ASSEMBLY WAYS AND MEANS  
FROM: *Sharon P. Alcamo*  
SHARON P. ALCAMO, CHIEF  
DRIVER'S LICENSE DIVISION  
SUBJECT: AMENDMENT TO SB 80

It is necessary to make the following deletions in SB 80 to remove wording from two more subsections to fully eliminate any reference to power cycles. The wording to be deleted is as follows:

486.161.3 Any person who has been issued a driver's license without having the authority to drive a motorcycle [or power cycle] endorsed thereon shall, before driving a motorcycle, [as defined in NRS 486.041,] successfully pass a driving test conducted by the department [, pay a fee of \$2] and have [such] the authority endorsed upon [such] his license.

486.161.4 [4. As used in this section, "power cycle" means every motor vehicle equipped with a seat or saddle for the use of the driver designed to travel on not more than three wheels in contact with the ground and propelled by a motor of 70 cc. displacement or less which produces 6 1/2 horsepower or less.]

Thank you for your assistance.

EXHIBIT A

1778

REVENUE ANALYSIS FOR INCREASE IN FEES

1779

CURRENT FEES TYPES OF LICENSES	CURRENT FEES*	ANTICIPATED 81-82 VOLUME	FEES GENERATED	ANTICIPATED 82-83 VOLUME	FEES GENERATED
Original license (70 yrs.)	3	835	2,505	880	2,640
Original license	6	72,841	437,046	76,744	460,464
Renewal (70 yrs.) 5.5%	3	11,338	34,014	7,665	22,995
Renewal	6	194,812	1,168,872	131,702	790,212
Duplicate/Change	2	92,769	185,538	97,778	195,556
Motorcycle Endorsement	3	6,633	19,899	6,991	20,973
Reinstatement	5	3,310	16,550	3,488	17,440
I. D. Card Original	6	3,291	19,746	3,468	20,808
I. D. Card Original (70 yrs.)	3	128	384	134	402
I. D. Card (Duplicate)	2	530	1,060	558	1,116
<b>TOTAL</b>		<b>386,487</b>	<b>\$1,885,614</b>	<b>329,408</b>	<b>\$1,532,606</b>

PROPOSED FEES TYPES OF LICENSES	SUGGESTED AMENDMENT FOR PROPOSED FEES*	ANTICIPATED 81-82 VOLUME	FEES GENERATED	ANTICIPATED 82-83 VOLUME	FEES GENERATED
Original license (70 yrs.)	3	835	2,505	880	2,640
Original license	10	72,841	728,410	76,744	767,440
Renewal (70 yrs.)	3	11,338	34,014	7,665	22,995
Renewal	7	194,812	1,363,684	131,702	921,914
Duplicate/Change	3	92,769	278,307	97,778	293,334
Motorcycle Endorsement	3	6,633	19,899	6,991	20,973
Reninstatement	15	3,310	49,650	3,488	52,320
I.D. Cars Original	10	3,291	32,910	3,468	34,680
I.D. Card Original (70 yrs.)	3	128	384	134	402
I.D. Card (Duplicate)	3	530	1,590	558	1,674
		<b>386,487</b>	<b>2,511,353</b>	<b>329,408</b>	<b>2,118,372</b>

	FY 81-82	FY 82-83	+ OR - BUDGET 81-82	82-83
DRIVER'S LICENSE DIVISION BUDGET	2,003,132	1,914,130		
REVENUE GENERATED WITH CURRENT FEES	1,885,614	1,532,606	-117,518	-381,524
REVENUE GENERATED WITH SB80	2,511,353	2,118,372	+508,221	+204,242

\* Each fee includes \$1 for the photo license fee, except the reinstatement fee.



DEPARTMENT OF MOTOR VEHICLES

555 WRIGHT WAY

CARSON CITY, NEVADA 89711  
DRIVER'S LICENSE DIVISION

May 24, 1981

TO: ASSEMBLY WAYS AND MEANS COMMITTEE  
FROM: SHARON P. ALCAMO, CHIEF, DRIVER'S LICENSE DIVISION  
SUBJECT: NATIONAL DRIVER'S LICENSE FEES AND TERMS OF LICENSES  
FIFTY (50) STATES AND THE DISTRICT OF COLUMBIA

The national average fee charged for a driver's license is:

Original \$ 9.90 per license\*  
Renewal 8.79 per license\*  
Duplicate 2.31 per license  
Reinstatement - 14.35 (Average for the 26 states which charge  
reinstatement fees.)

\*In order to calculate the national fee average, we prorated the fee based on a four year term of license to make it consistent with Nevada.

The following is an individual breakdown by state of the fees and terms of license:

STATE	ORIGINAL	PRORATED	RENEWAL	PRORATED	DUPLICATE	TERM OF LICENSE	REINSTATEMENT
Alabama	\$ 10.00	\$ .	\$ 10.00	\$	\$ 1.50	4 years	\$ 25.00
Alaska	5.00	4.00	5.00	4.00	2.00	5 years	5.00
Arizona	5.00	6.68	5.00	6.68	4.00	3 years	10.00
Arkansas	13.00		13.00		2.00	4 years	-0-
California	3.25		3.25		1.25	4 years	6.00
Colorado	5.50		5.50		5.00	4 years	20.00
Connecticut	7.50		21.00		3.00	4 years	10.00
Delaware	10.00		10.00		2.00	4 years	15.00
Dist. of Columbia	12.00		12.00		2.00	4 years	10.00
Florida	9.50		6.50		2.00	4 years	25.00
Georgia	6.50		6.50		1.50	4 years	10.00
Hawaii	4.00		4.00		1.00	4 years	-0-
Idaho	7.00	9.33	7.00	9.33	3.00	3 years	-0-
Illinois	8.00	10.66	8.00	10.66	3.00	3 years	8.00
Indiana	6.00		6.00		3.00	4 years	-0-
Iowa	10.00		10.00		2.00	4 years	15.00
Kansas	6.00		6.00		1.00	4 years	-0-
Kentucky	4.00	8.00	4.00	8.00	2.00	2 years	5.00
Louisiana	3.50	7.00	3.50	7.00	1.50	2 years	15.00
Maine	10.00		10.00		2.00	4 years	10.00
Maryland	15.00		6.00		6.00	4 years	-0-
Massachusetts	13.00		10.00		3.50	4 years	-0-
Michigan	7.50		6.00		1.50	4 years	-0-
Minnesota	10.50		10.50		2.00	4 years	2.50
Mississippi	5.00	10.00	5.25	10.50	1.25	2 years	-0-

STATE	ORIGINAL	PRORATED	RENEWAL	PRORATED	DUPLICATE	TERM OF LICENSE	REINSTATEMENT
Missouri	\$ 3.00	\$ 4.00	\$ 3.00	\$ 4.00	\$ 3.00	3 years	-0-
Montana	8.00		8.00		1.00	4 years	-0-
Nebraska	7.00		7.00		2.00	4 years	25.00
Nevada	6.00		6.00		2.00	4 years	5.00
New Hampshire	12.00		12.00		2.00	4 years	-0-
New Jersey	8.00	16.00	8.00	16.00	3.00	2 years	-0-
New Mexico	5.25	10.50	5.25	10.50	1.25	2 years	-0-
New York	13.00		8.00		3.00	4 years	-0-
North Carolina	4.00		4.00		1.00	4 years	15.00
North Dakota	8.00		8.00		1.00	4 years	8.00
Ohio	5.00		5.00		1.00	4 years	-0-
Oklahoma	9.00	18.00	7.00	14.00	2.00	2 years	25.00
Oregon	9.00		9.00		3.00	4 years	25.00
Pennsylvania	20.00		20.00		5.00	4 years	-0-
Rhode Island	13.00	26.00	8.00	16.00	1.00	2 years	-0-
South Carolina	4.00		4.00		4.00	4 years	-0-
South Dakota	6.00		6.00		3.00	4 years	25.00
Tennessee	6.00	12.00	6.00	12.00	2.00	2 years	-0-
Texas	7.00		7.00		1.00	4 years	-0-
Utah	5.00		5.00		3.00	4 years	-0-
Vermont	18.00	36.00	8.00	16.00	2.00	2 years	-0-
Virginia	9.00		9.00		3.00	4 years	25.00
Washington	10.00	20.00	7.00	14.00	3.50	2 years	10.00
West Virginia	5.00		5.00		1.00	4 years	-0-
Wisconsin	8.50	17.00	4.00	8.00	2.00	2 years	18.50
Wyoming	2.50		2.50		2.50	4 years	-0-



DEPARTMENT OF MOTOR VEHICLES  
555 WRIGHT WAY  
CARSON CITY, NEVADA 89711  
DRIVER'S LICENSE DIVISION

May 24, 1981

TO: ASSEMBLY WAYS AND MEANS COMMITTEE  
FROM: SHARON P. ALCAMO, CHIEF, DRIVER'S LICENSE DIVISION  
SUBJECT: COST OF PRODUCING A LICENSE

The direct cost of producing a license is \$6.59 per license; the combined indirect and direct costs of producing one are \$7.40.

The following is a description of the method as well as the actual figures used in computing the cost. It is based on fiscal year 1979-80 and addresses the following three areas:

- I. Total of all direct and indirect costs associated with the administration of the Driver's License Division during fiscal year 1979-80.
- II. Percentage of time and resources allocated to the issuance of driver's licenses and other Divisional responsibilities.
- III. Total number of licenses issued for all classes including originals, renewals, duplicates, changes, and identification cards for fiscal year 1979-80.

I. DIRECT AND INDIRECT COSTS:

DIVISION/SERVICE PROVIDED/PERSON	% DLD	ANNUAL SALARY/COST	INDIRECT COST FOR DLD	DIRECT COST FOR DLD
A. Driver's License Division Budget (FY 1979-80)	100%	1,618,486		1,618,486
B. Director's Office				
Director	12%	36,925	4,431	
Secretary	10%	16,796	1,679	
Deputy Director	10%	24,793	2,479	
Deputy Director's Secretary	10%	15,345	1,534	
Assistant to the Director	15%	26,638	3,995	
Hearings Officer	90%	25,424	22,981	
Hearings Officer's Secretary	90%	14,032	12,628	



DIVISION/SERVICE PROVIDED/PERSON	% DLD	ANNUAL SALARY/COST	INDIRECT COST FOR DLD	DIRECT COST FOR DLD
Deputy Attorney General Northern	30%	27,170	8,151	
Deputy Attorney General Southern	30%	27,958	8,387	
Legal Secretary	70%	15,345	10,741	
Personnel Officer	20%	26,638	5,327	
Training Officer	20%	22,114	4,422	
Personnel Technician	15%	16,796	2,519	
Personnel Clerk	15%	11,763	1,764	
C. Administrative Services Division (Driver's License Division costs)				
Salaries			56,962	
Operating (Space, Telephone, Mail, etc.)				210,716
D. Automation Division (Driver's License Division costs)				
Salaries			108,302	
Computer Facility (including storage)				125,000
Raytheon Mini-Computer Hardware				99,960
Microwave				4,000
Phone lines				1,100
Microfiche				24,000
Printed Forms				3,605
		TOTAL	256,202	2,086,867

II. PERCENTAGE ALLOCATION:

The following is a breakdown by section of the percentage of staffing, money, and resources allocated to the issuance of driver's licenses versus other Divisional responsibilities.

SECTION	PERCENT ALLOCATION OF RESOURCE	
	DRIVER'S LICENSE ISSUANCE	OTHER RESPONSIBILITIES
Division Administration	1%	1%
Examining Bureau	67%	
Special Programs Bureau		1%
License Withdrawal Section		7%
Safety Responsibility Section		10%
Documents Section	7%	6%
TOTAL PERCENTAGE ALLOCATION	75%	25%

III. TOTAL TRANSACTIONS:

The total number of driver's licenses and identification cards for FY 1979-80 were as follows:

Originals	59,715
Renewals	71,809
Duplicates	4,539
Changes	74,178
Endorsements	5,689
Instruction Permits	14,699
Original Identification Cards	5,919
Duplicate Identification Cards	57
Changed Identification Cards	910
<b>TOTAL TRANSACTIONS</b>	<b>237,515</b>

<u>(I) TOTAL DIRECT COST</u>		<u>(II) % DRIVER'S LICENSE ISSUANCE</u>		<u>(III) TOTAL TRANSACTIONS</u>		<u>AVERAGE COST PER LICENSE</u>
\$2,086,867	X	.75	÷	237,515	=	\$6.59

<u>(I) TOTAL DIRECT AND INDIRECT COST</u>		<u>(II) % DRIVER'S LICENSE ISSUANCE</u>		<u>(III) TOTAL TRANSACTIONS</u>		<u>AVERAGE COST PER LICENSE</u>
\$2,343,069	X	.75	÷	237,515	=	\$7.40

As previously stated, the cost of producing a license is based on FY 79-80. This fiscal year was chosen because it was the most current year from which we could take the actual cost of operating as well as the actual activity which occurred. However, for each subsequent year a minimum of at least %12 inflationary cost should be added. It would increase the cost as follows:

<u>YEAR</u>	<u>FEE</u>
1980-81	\$ 8.29
1981-82	9.28
1982-83	10.39

3:00 p.m.

Guests

5/24/81

<u>Name</u>	<u>Representing</u>
Tom Huddleston	State Fire Marshall
BOB GAGNIER	SNEA
John Crossley	LCB - Audit
Arthur Palmer	Legislative Counsel Bureau
Joe Linn	assemblyman Dist 58
Blair W. Cleary	DMV - Driver's License Division
Martha B. Gaed	M.A.
John Richardson	Div. of State Parks
JOHN MEDER	" " "
Roland D. Westergard	Dept. of Conservation