

BDR 24-1090 SB 405

EXECUTIVE AGENCY FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: April 11, 2023

Agency Submitting: Department of Motor Vehicles, Research and Project Management

Items of Revenue or Expense, or Both	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Effect on Future Biennia
Contract Programmer Hours (Budget Account 4715 Cat 43) (Expense)		\$131,654		
Card Production Costs for No-Charge Cards (Budget Account 4745 Cat 20) (Expense)		\$36,525	\$74,074	\$148,148
Card Fee Cost for No-Charge Cards (Highway Fund) (Revenue)		(\$101,147)	(\$205,128)	(\$410,256)
Total	0	(\$269,326)	(\$279,202)	(\$558,404)

Explanation

(Use Additional Sheets of Attachments, if required)

BDR 24-1090 relates to elections and requires proof of identity for voting in person and also requires DMV to issue voter ID's at no charge to a registered voter that does not have one of the acceptable forms of identity proof and cannot pay. The Secretary of State's office is required to adopt regulations relating to the issuance of voter ID cards. The bill also makes certain changes to submission of mail in ballots and the verification of voter information, requires persons to furnish proof of identity in certain circumstances and provides alternatives for casting a provisional ballot. Sections 1-65 of the bill become effective upon passage and approval for preparatory and administrative tasks, and January 1, 2024 for all other purposes.

DMV has reviewed this bill and determined there will be an impact as written. A new transaction will need to be programmed into the DMV system for staff to process such transactions. DMV will create a new form to capture the attestation that they are experience a financial hardship, although no proof of such hardship will be required. These forms will be printed "as needed".

DMV is currently engaged in its "transformation effort" (DTE), to revise business processes, reorganize, and move systems to a cloud solution, improving DMV services and allowing online transactions. DTE project delivery will continue into 2026 and involves over 100 staff and contractors. The proposed effective date will require programming, testing and implementation in the legacy system and DTE, creating more risk and work. Due to DTE, DMV is unable to absorb work for changes. Work completed will be done by contract programmers and will delay implementation of DTE by 19 weeks and increase the final costs of DTE.

Name Angela Smith-Lamb

Title Administrator

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Monday, April 03, 2023

The agency's response appears reasonable.

Name Amy Stephenson

Title Director

BDR /Bill/ Amendment #: BDR 24-1090 Agency Name: **Department of Motor Vehicles**
Division Name: **RPM** Date: **3/27/2023**

Basis for Calculation:

(1) DMV's calculations to project the expected cost to implement ID cards to those Nevada registered voters who do not possess a form of proof of identity and attest they are experiencing a financial hardship at no charge is based on the following assumptions: [a] DMV anticipates not all Nevada registered voters would qualify. [b] Information from the Secretary of State (SoS) office for figures associated with voters that did not have ID present for determining identity, in 2020, was approximately 21,241. As we were unable to obtain updated amounts for current statistics from SoS, we applied the five-year population projections as published by the NV State Demographer, NV Department of Taxation for the growth rate based on the 2020 estimates as follows: 2021=1.0% (21,453); 2022=1.4% (21,753); 2023=1.7% (22,123); 2024=1.6% (22,477); 2025=1.4% (22,792).

(2) DMV card production fee is \$3.25 for each card produced. This cost was applied to the projected number of NV voter ID cards to determine the overall cost each fiscal year.

(3) DMV card fee is \$9.00 for each card produced (Revenue Distribution-Highway Fund). This cost was applied to the projected number of Nevada voter ID cards to determine the overall cost each fiscal year.

(4) 1,201 estimated programming hours performed by contract programmers, at a rate of \$109.62 per hour equals \$131,653.62 cost to program the CARRS application to add a checkbox to waive the fees for a person who meets the requirements of the bill.

Category	FY 22/23 (Based on FY22 Actuals)	FY 23/24	FY 24/25	Future Biennia (FY26 + FY27)
Contract programmer Cost	\$ -	\$ (131,654.00)	\$ -	\$0
Cars Production Cost for No-Charge Cards- Original Only (\$3.25/card)	\$ -	\$ (36,525.00)	\$ (74,074.00)	(\$148,148)
Loss of Revenue for Card Fee	\$ -	\$ (101,147.00)	\$ (205,128.00)	(\$410,256)
		\$ -	\$ -	\$0
		\$ -	\$ -	\$0
Totals	\$ -	\$ (269,326)	\$ (279,202)	\$ (558,404)