

### Fiscal Estimate - 2019 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>19-0146/1</b>	<b>Introduction Number</b> <b>SB-003</b>
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**Description**  
 denial, suspension, and revocation of certain licenses related to motor vehicle dealers

**Fiscal Effect**

**State:**

No State Fiscal Effect  
 Indeterminate  
 Increase Existing Appropriations     
  Increase Existing Revenues     
  Increase Costs - May be possible to absorb within agency's budget  
 Decrease Existing Appropriations     
  Decrease Existing Revenues     
   
  Yes       No  
 Create New Appropriations     
   
  Decrease Costs

**Local:**

No Local Government Costs  
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input checked="" type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>
DOA/ Josh Bachert (608) 261-2292	Colleen Holtan (608) 266-1359	2/15/2019

## Fiscal Estimate Narratives

DOA 2/15/2019

LRB Number	19-0146/1	Introduction Number	SB-003	Estimate Type	Original
<b>Description</b> denial, suspension, and revocation of certain licenses related to motor vehicle dealers					

### Assumptions Used in Arriving at Fiscal Estimate

Under current law, any entity wishing to sell a motor vehicle must be licensed by the Department of Transportation (DOT). Under certain circumstances, DOT may deny a license application or suspend/revoke a license. Within 30 days of receiving the notice, the applicant/licensee has a right to appeal an adverse decision by DOT to the Department of Administration (DOA) Division of Hearings and Appeals (DHA).

Currently, a revocation or suspension hearing is typically conducted before DHA, and then DHA issues an order suspending or revoking a license. During the process of revocation, the applicant/licensee often addresses the violation before the dispute reaches DHA for a hearing.

Under the proposed legislation, DOT would replace DOA-DHA as the responsible agency for the initial license revocation and suspension determination. In addition, under certain circumstances, a license revocation or suspension would take effect immediately.

Currently, DHA receives approximately 25 DOT cases a year involving various DOT issues and approximately five to ten DOT license revocation and suspension cases every ten years (an average of one or less cases per year). DHA anticipates that under the proposed legislation, potentially fewer license revocation and suspension cases could be received by DHA for case hearings and case functions, due to DOT's proposed initial license revocation responsibility. DOA does not anticipate a process change due to the immediate revocation or suspension of certain licenses. However, since the number of DOT license revocation and suspension cases currently received by DHA comprises an insignificant percentage of the total volume of cases received by DHA on an annual basis, DOA anticipates little to no impact on DHA's caseload volume or the personnel resources utilized on the hearings and other functions associated with these types of cases. As such, there is no anticipated fiscal impact to DOA resulting from the proposal.

### Long-Range Fiscal Implications

There are no long-range fiscal implications to this proposal