Introduction

- Article 6 - Division of Motor Vehicles
  - Section 1 - Reflective License Plates
  - Section 2 - Motor Vehicle Surcharges
- Article 7 - Public Debt Management
- Article 21 - Rhode Island Public Transit Authority
Delays the mandatory reissuance of fully reflective license plates from September 1, 2013 to September 1, 2015

Allows new plates to be issued
- At the time of initial registration
- Upon registration renewal

Current law suggests all reissuances would be done at once
Article 6 - Section 1, Reflective Plates

- Delayed implementation recommended
  - Spread costs over 2 to 3 years
  - Could exacerbate ongoing issues
- Full implementation costs - $5.6 million
  - $2.8 million for manufacturing
  - $2.6 million for mailing/postage
  - $0.2 million for planning and overtime
  - Costs may be offset

 Costs may be offset
Revision to current law regarding motor vehicle surcharges

- Collected by DMV
- Established by the 2011 Assembly for DOT in lieu of borrowing
- Appears to correct those actions to reflect intent
Article 6 - Section 2, Motor Vehicle Fees

- Incremental transportation related fee increases
- Combined with RICAP for state match of federal funds
- Would begin on July 1, 2013
- Fees originally estimated to yield $20 million annually
### Current Law

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Biannual Registration Fee</th>
<th>Annual Registration Fee</th>
<th>License Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>2013</td>
<td>$60.00</td>
<td>$30.00</td>
<td>$30.00</td>
</tr>
<tr>
<td>2014</td>
<td>$70.00</td>
<td>$35.00</td>
<td>$40.00</td>
</tr>
<tr>
<td>2015</td>
<td>$80.00</td>
<td>$40.00</td>
<td>$50.00</td>
</tr>
<tr>
<td>2016</td>
<td>$90.00</td>
<td>$45.00</td>
<td>$60.00</td>
</tr>
</tbody>
</table>
Article 6 - Section 2, Motor Vehicle Fees

- Technical corrections to current law regarding motor vehicle surcharges
- Corrections included to ensure that surcharges reflect intent of current law
- Clarifies surcharges are for all registrations
  - Antique, farm, motorcycles
Article 6 - Section 2, Motor Vehicle Fees

- Establishes lower surcharges for consistency with registration costs
- Prorates 5 year license renewal surcharge
  - Certain renewals less than five years
- Renames account “Rhode Island Highway Maintenance Account”
Article 6 - Section 2, Motor Vehicle Fees

- Establishes account in the Intermodal Surface Transportation Fund
- Anomalies in Data
  - Total registrations too high
  - Appears to be missing data elements
## Article 6 - Section 2, Motor Vehicle Fees

<table>
<thead>
<tr>
<th>Registration Type</th>
<th>Current Fee*</th>
<th>Art. 6 Full Surcharge</th>
<th>Total Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>In Transit</td>
<td>$10.00</td>
<td>$5.00</td>
<td>$15.00</td>
</tr>
<tr>
<td>Transporter</td>
<td>$10.00</td>
<td>$5.00</td>
<td>$15.00</td>
</tr>
<tr>
<td>Bailee</td>
<td>$10.00</td>
<td>$5.00</td>
<td>$15.00</td>
</tr>
<tr>
<td>Antique</td>
<td>$5.00</td>
<td>$5.00</td>
<td>$10.00</td>
</tr>
<tr>
<td>Veteran</td>
<td>$60.00</td>
<td>$5.00</td>
<td>$65.00</td>
</tr>
<tr>
<td>Farm</td>
<td>$20.00</td>
<td>$10.00</td>
<td>$30.00</td>
</tr>
<tr>
<td>Motorcycle</td>
<td>$26.00</td>
<td>$13.00</td>
<td>$39.00</td>
</tr>
</tbody>
</table>

*Excludes Technology Surcharge of $1.50*
Revenue changes from updated data

- Still appear to be inconsistencies
- Staff is working with Budget Office on corrections
- Budget Office estimates $6.6 million less for FY 2014 through FY 2017
- $0.7 million less for FY 2014
- Will require backfill from other source
Article 7 - Public Debt Management Act

- The Public Corporation Debt Management Act
- Requires all new non-general obligation debt authorizations be approved by the Assembly
- Except in certain circumstances
Article 7 - Public Debt Management Act

- Allows for debt approved under this act to be available for refunding by the state
- Current law allows for quasi-state agencies, but not for the state without specific legislative approval
- Must provide a financial benefit to the state
Article 7 - Public Debt Management Act

- Current version may unintentionally affect other provisions in law
- Working with Budget Office and Legal Counsel to identify options
Article 21 - RIPTA

- Technical correction to current law
- 2012 Assembly appropriated $4.2 million from State Fleet Replacement Revolving Loan Fund
- Intent was for the Authority not to pay back
Article 21 - RIPTA

- Consistent with transportation’s transition from financing to pay-go
- Specifies RIPTA will not repay amount
- Current version is inconsistent with Governor’s capital recommendation
  - Includes $4.2 million through FY 2017
  - Plan programs only $4.1 million
  - Uses same source in FY 2018; funds may not be available
Governor’s FY 2014 Budget: Articles

Staff Presentation to the House Finance Committee
February 5, 2013