

DEPARTMENT OF AUDITS AND ACCOUNTS

270 Washington St., S.W., Suite 1-156 Atlanta, Georgia 30334-8400

Greg S. Griffin STATE AUDITOR (404) 656-2174

January 9, 2019

Honorable Jesse Stone State Senator 325-A Coverdell Legislative Office Bldg. Atlanta, Georgia 30334

SUBJECT: Fiscal Note

Senate Bill (LC 39 1976)

Dear Senator Stone:

This bill requires owners of a converted motor vehicle to have an inspection prior to issuance of a certificate of title. The bill defines a converted motor vehicle as one that has been altered from its original manufactured condition to comply with certain state and federal requirements. Persons performing more than ten motor vehicle conversions in a calendar year must obtain a permit from the Department of Revenue (DOR) that must be renewed every two years.

DOR proposes one additional employee for its Motor Vehicles Division and customization of an existing information system to accommodate the permitting process. An additional employee would be approximately \$55,000 annually (salary and benefits). Annual IT system testing would be \$15,600, but the system would have one-time initial development and testing costs of \$214,400. The cost estimate may vary based on the volume of permits and the IT infrastructure used to implement bill requirements. This estimate assumes that there are no more than ten persons or companies that would require monitoring and permitting.

Sincerely,

Greg S. Griffin State Auditor

Teresa A. MacCartney, Director Office of Planning and Budget