Revenue Estimating Conference Highway Safety Licenses and Fees August 2, 2010 Executive Summary

The Revenue Estimating Conference (REC) was held on August 2, 2010. A proposed revenue forecast was provided jointly by the staffs of the Department of Highway Safety and Motor Vehicles, Department of Transportation, Executive Office of the Governor, and Legislative Office of Economic and Demographic Research.

The forecast used actual revenue collections for FY 2009-10 to adjust the revenue base estimate for FY 2010-11. In instances where fee increases were effective September 1, 2009, the period from September 1, 2009 through June 30, 2010 was used to establish the revenue forecast for FY 2010-11 and beyond. Special care was used in applying revenues from the unusually high number of biennial registrations that occurred in July and August 2009, just prior to the fee increases becoming effective, to the FY 2010-11 forecast. Legislative measures affecting revenues approved during the 2010 Legislative Session were continued as appropriate throughout the forecast. Finally, consensus growth rates for motor vehicle initial registrations, titles, and other motor vehicle revenues, based on the Florida Economic Conference results were applied to motor vehicle related revenue variables.

It is not possible to determine whether the number of forecast transactions increased or decreased in "Transcripts and Records," from the prior forecast due to a change in the method of recording transactions from each individual driver record to batches of driver records. However, of the remaining revenue variables, the number of transactions projected for FY 2010-11 declined from the previous forecast in all but three instances: Commercial Drivers Licenses; Titles; and For Hire.

Even so, for FY 2010-11, General Revenue increased by \$60.4 million, from \$923.6 million to \$984.0 million, over the previous forecast. Of that, \$55.7 million results from two issues, \$28.5 million in new revenue from red light camera violation fines and \$27.2 million from biennial motor vehicle registrations that occurred in FY 2009-10 for FY 2010-11.

The forecast for State Transportation Trust Fund revenues increased by \$33.6 million, from \$667.6 to \$701.2 million; the forecast for the Highway Safety Operating Trust Fund revenues increased by \$2 million from \$350.2 million to \$352.2 million; the forecast for the Transportation Disadvantaged Trust Fund increased by \$1.3 million, from \$19.9 million to \$21.2 million; the forecast for the Department of Education Trust Fund increased by \$1.6 million, from \$119.6 to \$121.2 million; and, the forecast for the "Other" funds decreased by \$158.8 million, from \$257.4 million to \$98.6 million over the previous forecast.

Two factors appear to have contributed to the significant decrease in Other funds revenue. They are: 1) the deletion of revenues that are locally retained by Tax Collector Offices and transferred to non-state government entities; and, 2) a more refined methodology for distributing revenues from revenue variables to the appropriate funds in the forecasting process.

The forecasts for FY 2011-12 through 2013-14 increased for General Revenue, the State Transportation Trust Fund, Transportation Disadvantaged Trust Fund and Department of Education Trust Fund and decreased for the Highway Safety Operating Trust Fund and Other funds over the previous estimate.

Please note that all differences shown from the prior forecast include the impact of Measures Affecting Revenue (i.e., the baseline forecast was not changed).

HIGHWAY SAFETY LICENSES AND FEES REVENUE ESTIMATING CONFERENCE

August 2, 2010

Variables:

- 1. Red Light Camera Violations
- 2. Miscellaneous Fees & Licenses
- 3. DL Tests
- 4. Transcripts/Records
- 5. CDL (Commercial Driver Licenses)
- 6. Private Drivers Licenses
- 7. ID Card
- 8. Reinstatement
- 9. DUI
- 10. Suspension
- 11. Titles
- 12. Motor Vehicle License Fees
- 13. Initial Regis.
- 14. Other Vehicles
- 15. Private Vehicles
- 16. Trucks/Tractors
- 17. For Hire
- 18. Surcharges
- 19. HSMV Plates
- 20. Vessel Registrations

Funds:

- 1. **GR** General Revenue
- 2. **HSOTF** Highway Safety Operating Trust Fund
- **3. STTF** State Transportation Trust Fund
- **4. TDTF** Transportation Disadvantaged Trust Fund
- **5. DOETF** Department of Education Trust Fund
- **6. Other Funds** Roll up of all other revenues collected by HSMV and distributed to funds other than those specifically listed.

Growth Rates for MVL for the Transportation Revenue Estimating Conference (Percent) 8/2/2010

Fiscal Year	Feb 10 REC	Aug. 2 REC
2010-11	3.4%	4.8%
2011-12	4.6%	4.6%
2012-13	4.7%	5.1%
2013-14	3.9%	4.3%
2014-15	3.2%	3.2%
2015-16	2.9%	2.8%
2016-17	2.4%	2.4%
2017-18	2.2%	2.2%
2018-19	2.1%	2.0%
2019-20	-	1.9%

Note: This forecast does not include impacts resulting from the Deepwater Horizon oil spill.

Revenue Forecast by Variable (transactions) Forecast Change

Fiscal Year		Red Light Cameras	Misc. Fees & Lic.	DL Tests	Tran- scripts/Recor ds	Com. Driver Lic.	Private Driver Lic.	ID Cards	Reinsta- tement	DUI	Sus- pension	Titles	Motor Veh. Lic. Fees	Initial Reg.	Other Veh.	Private Veh.	Trucks/ Tractors	For Hire	Sur- charges	HSMV Plates	Vessel Reg.	Total
2009-10	Actual		10,293,123	325,805	59,222	140,695	4,989,562	535,053	766,382	85,892	89,229	24,579,458	123,689,311	820,068	3,815,838	11,746,089	854,022	2,814,417	39,476,018	21,374,485	19,885,862	266,340,531
2010-11	OLD		10,277,430	387,663	63,866,163	117,112	5,346,503	626,381	668,007	110,136	45,903	24,983,186	133,525,212	912,665	4,181,501	12,792,089	991,717	2,436,678	36,300,872	23,408,321	21,466,034	342,443,573
2010-11	EDR		7,368,320	325,805	61,959	135,225	4,734,655	446,151	741,730	86,867	35,862	25,710,113	128,714,325	883,213	3,449,701	11,957,519	869,394	2,865,077	33,011,616	23,385,005	20,184,150	264,966,687
2010-11	EOG																					
2010-11	DPT																					
2010-11	NEW	438,659	7,368,320	325,805	61,959	135,225	4,734,655	446,151	741,730	86,867	35,862	25,710,113	125,872,058	858,611	3,449,701	11,957,519	869,394	2,865,077	33,011,616	22,168,523	20,184,150	261,321,994

2011-12	OLD		10,277,430	391,385	63,866,153	.,	5,506,898	,	674,420	,	46,344	.,,	, , -	1,029,486	, ,	., ,	,,.	, ,	,	.,,	, ,	350,019,346
2011-12 2011-12	EDR EOG		7,186,865	329,063	62,114	130,609	4,964,314	454,567	736,322	86,867	35,862	27,715,502	131,932,183	985,666	3,535,943	12,256,457	891,129	2,936,703	33,557,636	23,969,630	20,688,754	272,456,186
2011-12	DPT																					
2011-12	NEW	963,997	7,186,865	329,063	62,114	130,609	4,964,314	454,567	736,322	86,867	35,862	27,715,502	128,606,803	958,210	3,535,943	12,256,457	891,129	2,936,703	33,557,636	22,722,736	20,688,754	268,820,453
2012-13	OLD		13,195,044	397,334	63,866,153	113,583	5,319,664	573,389	684,671	112,883	47,048	28,359,264	141,516,696	1,139,641	4,431,764	13,557,696	1,051,071	2,582,513	38,473,479	24,809,309	21,466,034	361,697,236
2012-13	EDR		7,469,700	332,354	62,269	126,870	4,854,877	443,920	727,702	86,867	35,862	29,184,423	136,417,877	1,091,132	3,656,165	12,673,176	921,428	3,036,551	34,698,595	24,784,597	21,392,171	281,996,536
2012-13	EOG																					
2012-13	DPT																					
2012-13	NEW	1,242,839	7,469,700	332,354	62,269	126,870	4,854,877	443,920	727,702	86,867	35,862	29,184,423	133,405,500	1,060,739	3,656,165	12,673,176	921,428	3,036,551	34,698,595	23,495,309	21,392,171	278,907,318
2013-14	OLD		13,195,044	397,334	63,866,153	113,583	5,319,664	573,389	684,671	112,883	47,048	28,359,264	141,516,696	1,139,641	4,431,764	13,557,696	1,051,071	2,582,513	38,473,479	24,809,309	21,466,034	361,697,236
2013-14	EDR		7,753,218	335,677	61,959	106,367	4,443,395	391,053	719,086	86,867	35,862	30,526,907	140,783,249	1,159,874	3,773,163	13,078,718	950,913	3,133,721	35,808,950	25,577,705	22,076,721	290,803,405
2013-14	EOG																					
2013-14	DPT																					
2013-14	NEW	1,459,406	7,753,218	335,677	61,959	106,367	4,443,395	391,053	719,086	86,867	35,862	30,526,907	137,674,476	1,127,565	3,773,163	13,078,718	950,913	3,133,721	35,808,950	24,247,159	22,076,721	287,791,183

Note: The values provided under Trnascripts/Records "Old" are on an individual driver license records basis. HSMV has subsequently changed from individual basis to a "batched" transaction basis, which are reflected in the acutal 2009-10 and EDR and New forecasts.

This forecast does not include impacts resulting from the Deepwater Horizon oil spill.

Growth Rates by Variable

2010-11	OLD		-0.15%	18.99%	107741.96%	-16.76%	7.15%	17.07%	-12.84%	28.23%	-48.56%	1.64%	7.95%	11.29%	9.58%	8.91%	16.12%	-13.42%	-8.04%	9.52%	7.95%	28.57%
2010-11	EDR		-28.42%	0.00%	4.62%	-3.89%	-5.11%	-16.62%	-3.22%	1.14%	-59.81%	4.60%	4.06%	7.70%	-9.60%	1.80%	1.80%	1.80%	-16.38%	9.41%	1.50%	-0.52%
2010-11	EOG																					
2010-11	DPT																					
2010-11	NEW		-28.42%	0.00%	4.62%	-3.89%	-5.11%	-16.62%	-3.22%	1.14%	-59.81%	4.60%	1.76%	4.70%	-9.60%	1.80%	1.80%	1.80%	-16.38%	3.71%	1.50%	-1.88%
2011-12	OLD		0.00%	0.96%	0.00%	0.40%	3.00%	-0.50%	0.96%	0.96%	0.96%	7.80%	2.50%	12.80%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	0.00%	2.21%
2011-12	EDR		-2.46%	1.00%	0.25%	-3.41%	4.85%	1.89%	-0.73%	0.00%	0.00%	7.80%	2.50%	11.60%	2.50%	2.50%	2.50%	2.50%	1.65%	2.50%	2.50%	2.83%
2011-12	EOG																					
2011-12	DPT																					
2011-12	NEW	119.76%	-2.46%	1.00%	0.25%	-3.41%	4.85%	1.89%	-0.73%	0.00%	0.00%	7.80%	2.17%	11.60%	2.50%	2.50%	2.50%	2.50%	1.65%	2.50%	2.50%	2.87%
2012-13	OLD		28.39%	1.52%	0.00%	-3.40%	-3.40%	-8.00%	1.52%	1.52%	1.52%	5.30%	3.40%	10.70%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	0.00%	3.34%
2012-13	EDR		3.94%	1.00%	0.25%	-2.86%	-2.20%	-2.34%	-1.17%	0.00%	0.00%	5.30%	3.40%	10.70%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	3.50%
2012-13	EOG																					
2012-13	DPT																					
2012-13	NEW	28.93%	3.94%																			
		20.7570	3.94%	1.00%	0.25%	-2.86%	-2.20%	-2.34%	-1.17%	0.00%	0.00%	5.30%	3.73%	10.70%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	3.75%
		20.7370	3.94%	1.00%	0.25%	-2.86%	-2.20%	-2.34%	-1.17%	0.00%	0.00%	5.30%	3.73%	10.70%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	3.40%	3.75%
2013-14	OLD		0.00%	0.00%	0.25%	-2.86%	-2.20%	-2.34%	0.00%	0.00%	0.00%	5.30%	0.00%	0.00%	3.40% 0.00%	3.40% 0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2013-14	OLD		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2013-14 2013-14	OLD EDR		0.00% 3.80%	0.00% 1.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00% 0.00%	0.00% 4.60%	0.00% 3.20%	0.00% 6.30%	0.00% 3.20%	0.00% 3.12%						

Revenue Forecast by Variable (millions)

Fiscal Year		Red Light Camera	Misc. Fees & Lic.		Tran- scripts/Re		Driver	ID Cards	Reinstate- ment	DUI	Sus- pension	Titles	Motor Veh. Lic.	Initial Reg.	Other Veh.	Private Veh.	Trucks/ Tractors	For Hire	Sur- charges	HSMV Plates	Vessel Reg.	Subtotal	Biennial Adjustment	Total
		Camera			cords	Lic.	Lic.						Fees											
2009-10	Actual		42.4	4.2	72.5	9.2	156.6	5 11.3	44.9	6.1	3.3	305.1	272.5	157.7	82.1	428.0	141.6	79.5	131.3	139.2	28.3	2,115.8	-	2,115.8
2010-11	OLD		46.4	4.5	76.5	7.9	188.8	3 15.7	38.9	2.3	1.0	352.0	280.9	201.7	80.9	465.8	174.1	59.0	166.3	146.8	28.8	2,338.3	-	2,338.3
2010-11	EDR		37.4	4.2	79.7	9.2	167.1	11.2	44.1	6.2	2.5	334.2	254.0	192.4	61.8	436.5	145.8	87.7	157.4	114.9	21.3	2,167.6	89.0	2,256.6
2010-11	EOG																							
2010-11	DPT																							
2010-11	NEW	33.5	37.4	4.2	79.7	9.2	167.1	1 11.2	44.1	6.2	2.5	334.2	250.6	187.1	61.8	436.5	145.8	87.7	157.4	111.9	21.3	2,189.4	89.0	2,278.4
2011-12	OLD		46.5	4.5	76.8	7.9	189.6	5 15.6	39.3	2.3	1.0	379.5	287.9	227.5	82.4	474.2	177.2	60.1	169.3	149.4	32.5	2,423.5	_	2,423.5
2011-12	EDR		37.8	4.3	79.9	8.9	177.2	2 11.4	43.8	6.2	2.5	360.2	260.3	214.7	63.3	447.4	149.4	89.9	161.6	117.7	21.9	2,258.4	90.6	2,349.1
2011-12	EOG																							
2011-12	DPT																							
2011-12	NEW	77.2	37.8	4.3	79.9	8.9	177.2	2 11.4	43.8	6.2	2.5	360.2	256.2	208.8	63.3	447.4	149.4	89.9	161.6	114.7	21.9	2,322.8	90.6	2,413.2
2012-13	OLD		46.7	4.6	76.8	7.6	182.7	7 14.4	39.9	2.4	1.0	399.6	297.7	251.9	83.8	482.7	180.4	61.1	172.3	152.1	36.0	2,493.8	-	2,493.8
2012-13	EDR		38.7	4.3	80.1	8.6	172.0	11.1	43.3	6.2	2.5	379.3	269.2	237.7	65.5	462.6	154.5	93.0	167.1	121.7	22.6	2,340.0	92.9	2,432.8
2012-13	EOG																							
2012-13	DPT																							
2012-13	NEW	101.2	38.7	4.3	80.1	8.6	172.0	11.1	43.3	6.2	2.5	379.3	265.5	231.1	65.5	462.6	154.5	93.0	167.1	118.6	22.6	2,427.9	92.9	2,520.8
2013-14	OLD		46.7	4.6	76.8	7.6	182.7	7 14.4	39.9	2.4	1.0	399.6	297.7	251.9	83.8	482.7	180.4	61.1	172.3	152.1	36.0	2,493.8		2 402 9
																							- 05.0	2,493.8
2013-14	EDR			4.4		7.2	154.7		42.8	6.2	2.5	396.8	277.8	252.7	67.6	477.4	159.4	96.0	172.4			2,396.0	95.8	2,491.8
2013-14	EOG																							
2013-14	DPT																							
2013-14	NEW	119.7	39.7	4.4	79.7	7.2	154.7	7 9.8	42.8	6.2	2.5	396.8	274.0	245.7	67.6	477.4	159.4	96.0	172.4	122.4	23.3	2,501.9	95.8	2,597.7

Note: This forecast does not include impacts resulting from the Deepwater Horizon oil spill.

Revenue Forecast by Fund (millions)										
Fiscal Year		GR	HSOTF	STTF	TDTF	DOETF	Other	Total		
2007-08	HIS	119.0	209.9	773.7	20.3	114.8	215.1	1,237.7		
2008-09	HIS	124.2	226.4	701.6	19.7	119.2	191.5	1,191.1		
2009-10	HIS	746.2	328.7	669.1	20.0	119.6	172.8	1,883.6		
2010-11	OLD	923.6	350.2	667.6	19.9	119.6	257.4	2,338.3		
2010-11	EDR	988.8	356.7	705.2	21.2	119.6	162.9	2,354.4		
2010-11	EOG									
2010-11	DPT									
2010-11	NEW	984.0	352.2	701.2	21.2	121.2	98.6	2,278.4		
2011-12	OLD	958.7	358.9	698.1	20.4	119.6	267.8	2,423.5		
2011-12	EDR	1,078.1	360.6	737.9	21.8	119.6	173.1	2,491.1		
2011-12	EOG									
2011-12	DPT	1.052.5	255.5	722 (21.0	101.0	100.5	2 412 2		
2011-12	NEW	1,072.5	355.7	733.6	21.8	121.2	108.5	2,413.2		
2012-13	OLD	975.0	371.1	731.1	21.1	119.6	275.9	2,493.8		
2012-13	EDR	1,132.9	367.9	775.3	22.5	119.6	180.9	2,599.1		
2012-13	EOG									
2012-13	DPT									
2012-13	NEW	1,127.2	363.1	770.8	22.5	121.2	116.0	2,520.8		
2012 14	OI D	075.0	271.1	721.1	21.1	110.6	275.0	2.402.9		
2013-14	OLD	975.0	371.1	731.1	21.1	119.6	275.9	2,493.8		
2013-14	EDR	1,163.3	374.3	808.6	23.2	119.6	187.9	2,676.9		
2013-14	EOG									
2013-14	DPT									
2013-14	NEW	1,157.4	369.4	803.9	23.2	121.2	122.6	2,597.7		

 $Note: This forecast\ does\ not\ include\ impacts\ resulting\ from\ the\ Deepwater\ Horizon\ oil\ spill.$

TABLE 24 HIGHWAY SAFETY LICENSES AND FEES

TOTAL Highway Safety Fees & Licenses

2009-10		746.2
2010-11	OLD	923.6
2010-11	EDR	988.8
2010-11	EOG	
2010-11	DPT	
2010-11	NEW	984.0
2011-12	OLD	958.7
2011-12	EDR	1,078.1
2011-12	EOG	
2011-12	DPT	
2011-12	NEW	1,072.5
2012-13	OLD	975.0
2012-13	EDR	1,132.9
2012-13	EOG	
2012-13	DPT	
2012-13	NEW	1,127.2
2013-14	OLD	975.0
2013-14	EDR	1,163.3
2013-14	EOG	
2013-14	DPT	
2013-14	NEW	1,157.4

Note: This forecast does not include impacts resulting from the Deepwater Horizon oil spill.