

HF1219 - 0 - Nonresident Temporary Vehicle Permit Modified

Chief Author: **Bjorn Olson**
 Committee: **Transportation Finance and Policy**
 Date Completed: **3/12/2025 8:39:55 PM**
 Agency: **Public Safety Dept**

| State Fiscal Impact | Yes | No |
|---------------------------|-----|----|
| Expenditures | X | |
| Fee/Departmental Earnings | | X |
| Tax Revenue | | X |
| Information Technology | X | |
| Local Fiscal Impact | | X |

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

| State Cost (Savings) | Biennium | | | Biennium | | |
|-------------------------------|----------------------|--------|--------|----------|--------|--------|
| | Dollars in Thousands | FY2025 | FY2026 | FY2027 | FY2028 | FY2029 |
| Restrict Misc Special Revenue | - | - | - | - | - | - |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |

| Full Time Equivalent Positions (FTE) | Biennium | | | Biennium | |
|--------------------------------------|----------|--------|--------|----------|--------|
| | FY2025 | FY2026 | FY2027 | FY2028 | FY2029 |
| Restrict Misc Special Revenue | - | - | - | - | - |
| Total | - | - | - | - | - |

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Laura Cecko **Date:** 3/12/2025 8:39:54 PM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

| State Cost (Savings) = 1-2 | | Biennium | | | Biennium | |
|--|--------|----------|--------|--------|----------|---|
| Dollars in Thousands | FY2025 | FY2026 | FY2027 | FY2028 | FY2029 | |
| Restrict Misc Special Revenue | - | - | - | - | - | - |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |
| 1 - Expenditures, Absorbed Costs*, Transfers Out* | | | | | | |
| Restrict Misc Special Revenue | | | | | | |
| Expenditures | - | 17 | - | - | - | - |
| Absorbed Costs | - | (17) | - | - | - | - |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |
| 2 - Revenues, Transfers In* | | | | | | |
| Restrict Misc Special Revenue | - | - | - | - | - | - |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |

Bill Description

This bill proposes extending the 31-day temporary permit to 60 days for vehicles purchased in Minnesota for the purpose of being removed from state.

Assumptions

DVS estimates minimal programming costs that would be covered under the existing vendor contract.

Changes made in MNDrive will be effective for temporary permits issued on or after Oct. 1, 2025.

Other requirements for vehicles being removed from state such as removing any license plates from the vehicle will still be in effect.

All permits are printed on-demand so there would be no disposal fees for existing 31-day inventory.

DVS staff, dealers and business partners will be notified through email notifications and monthly “Time With Trainer” training sessions offered by DVS. No additional funding will be needed for this.

The public website information will need to be updated. This can be done with existing staff, and no additional appropriations will be needed.

Expenditure and/or Revenue Formula

FY26

\$17,472 for MNDrive programming (80 hours x \$218.40 per hour = \$17,472) (absorbed)

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

Driver and Vehicle Services

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