

**FY 2015  
DMV BUDGET HIGHLIGHTS**

<b><u>Fund Source</u></b>	<b><u>FY 2014 As Passed</u></b>	<b><u>FY 2015 Gov. Rec.</u></b>	<b><u>Increase (Decrease)</u></b>	<b><u>Percent Change</u></b>
State (TFund)	\$23,085,000.00	\$23,985,937.00	\$900,937.00	3.9%
Federal	\$2,035,967.00	\$1,435,138.00	(\$600,829.00)	-29.5%
Total	\$25,120,967.00	\$25,421,075.00	\$300,108.00	1.2%

DMV's FY2015 budget is \$25.4 million.

This represents a slight *increase* of 1.2% from the FY2014 appropriation as passed.

The following summarizes the changes by fund source:

**State Funds**

- Overall state funding has increased by \$900,937 or 3.9%
- Personal Services: overall increase of \$177,222 (1.1%) is due to:
  - Increase in **salaries and benefits**
    - 79 positions reclassified in 2013 and did not reflect in the Vantage Budget System for preliminary budget figures and target was based on lower figures.
    - Absorbing Audit Unit positions that were formerly located in the Tax Department. DMV now conducts Fuel Tax audits in-house. This will estimate an additional \$270,000 in payroll and benefit expenditures.
    - Increases in FICA, Retirement, and Unemployment Compensation costs.
  - Increase in **Other Contracted and 3<sup>rd</sup> Party Services**
    - CVISN (Commercial Vehicle Information Systems and Networks Program) Grant \$124,936 of personal services state match funds will need to be reserved and expended in order for reimbursement. This program is designed to improve efficiency and effectiveness of commercial vehicle safety programs through targeted enforcement and improve data sharing within and between states as well as other improvements.
- Operating Expenses: increase of \$280,886 (3.1%) is due to:
  - Need for an evaluation of current CDL testing sites as there are new federal regulations that DMV cannot meet. New maneuvers for testing require a larger space and DMV will need to secure difference space to comply.
  - CVISN (Commercial Vehicle Information Systems and Networks Program) Grant \$374,808 in operating costs of state match funds will need to be reserved.
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## **Federal Funds**

- Overall federal funding levels **decreased** by **(-\$600,829)** dollars **(-29.5%)**
  - The decrease is primarily due to federal funds connected to REAL ID/driver license security enhancements. DMV planned to expend the majority of the REAL ID grants during FY 13 which was delayed. The remainder (\$556,000) will be expended in FY 14 to enhance security at DMV offices according to REAL ID recommendations.

## **Highlights of the FY2015 Budget**

- Provides for continued (in-house) development of the current mainframe computer system supported by DII and efforts to minimize any existing system vulnerabilities.
- Provides funding for the on-going maintenance and upgrading of our IT infrastructure.
- Provides for the continuation of all current services at all DMV locations, including those activities conducted over the web and by interactive kiosk, as well as the acceptance of credit cards at all DMV offices.
- Includes funding for the development and implementation of expanded department online services, in conjunction with one of our Strategic Plan goals to “continually enhance the level of service we provide to our customers.”

## **Key Points – Reference FY2015 Budget Book**

### **Personal Services:**

- **Classified positions 500000** – *page 1 (top)*
  - Increase due to the addition of 4 employees that now consist of the Audit Unit which previously functioned out of the Tax Department.
  - Increase due to 79 positions that were reclassified last year.
- **Contractual & 3<sup>rd</sup> Party Services 507600** – *page 3 (top)*
  - \$124,936 for CVISN grant spending.
- **Per Diem 506000** - *page 3 (middle)*
  - transferred to Transportation Board along with MV Arbitration Board functions

### **Debt Service and Interest:**

- **Agency Fund Payments 551400** – *page 3 (bottom)*  
International Fuel Tax Agreement transmittals and netting requests

## **Operating Expense:**

- **Safety Supplies and Equipment 522440 – *page 4 (top)***
  - \$374,808 reserved for CVISN grant spending and for annual technical support.
  
- **It Intersvccost – DII Other 516670 – *page 4 (bottom)***
  - Cost billed to all agencies/depts. For DII support.
  - Transferred to new line “**IT Int. Svc DII Allocated**” Fee **516685**- (5.2% increase)
  
- **Rent Land & Bldgs – Non-Office Space 514010 – *page 8 (bottom)***
  - Based on FY 13 actual costs for VREP testing sites.
  
- **Fee for Space Charge 515010 – *page 8 (bottom)***
  - Cost set by Bldgs & General Services Dept. for state owned space.
  
- **Travel costs 518000 through 518710 – *page 10 (bottom)***
  - \$29k available in Federal Funds for travel for CVE credentials training which will offset costs after reimbursement.
  - Costs associated with AAMVA Regional and International conferences for key management staff in order to prepare for hosting the AAMVA Regional conference in Vermont July 2016.
  - Instate Mileage and Meals increased due to the Vermont Rider Education Program increased testing sites and classes which required additional Instructors and Site Assistants. This is a weekend course and the staff expenses include mileage, meals, and lodging.

- **Grants**

<b>FY 2015 FEDERAL FUNDING</b>			
10/8/2013			
<b>Personal Services</b>			<b>VISION PGM</b>
	MCSAP Basic Grant 80% FED/20% STATE	\$512,373	20165
	New Entrant Grant 100% FED	\$61,650	20165
	Northern Border Grant 100% FED	\$72,900	20165
	CVISN	\$124,936	20165
<b>MCSAP Subtotal</b>		<b>\$646,923</b>	
	REAL ID Grant	\$0	20165
<b>Personal Services Subtotal</b>		<b>\$646,923</b>	
<b>Operating Expense</b>			
	MCSAP Basic Grant 80% FED/20% STATE	\$182,717	20165
	New Entrant Grant 100% FED	\$21,288	20165
	Northern Border Grant 100% FED	\$4,466	20165
	CVISN	\$374,808	20165
	<b>Scales</b>	<b>\$80,000</b>	<b>20135</b>
VREP	GHSP Grant	\$70,000	20165
<b>Operating Expense Subtotal</b>		<b>\$733,279</b>	
<b>Grants</b>			
	<b>Tax Evasion Grant</b>	<b>\$0</b>	<b>20135</b>
<b>Grant Subtotal</b>		<b>\$0</b>	
<b>TOTAL FEDERAL FUNDING</b>		<b>\$1,380,202</b>	

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