

**Department of Planning and Budget  
2002 Fiscal Impact Statement**

**1. Bill Number** HB278

<b>House of Origin</b>	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
<b>Second House</b>	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

**2. Patron** Broman

**3. Committee** House Transportation

**4. Title** Automated agencies of DMV.

**5. Summary/Purpose:**

This legislation proposes to amend §46.2-205 of the Code of Virginia, to replace the two-tier compensation scheme for automated DMV agents with a single-tier system where the agent annually receives three and one-half percent of its gross collections.

**6. Fiscal Impact Estimates are preliminary:** See Item #8.

**7. Budget amendment necessary:** No.

**8. Fiscal implications:** The fiscal implications of this legislation are uncertain. While there will likely be a fiscal impact on DMV due to increased payments to automated agents, it is difficult to accurately estimate the amount of that impact. In FY2001, total collections by licensed agents were approximately \$16.9 million, with total payments of \$525,000 for an overall effective payment rate of 3.1%. Increasing this rate to 3.5% would result in approximately \$68,000 in additional payments.

**9. Specific agency or political subdivisions affected:** Department of Motor Vehicles.

**10. Technical amendment necessary:** No.

**11. Other comments:** None.

**Date:** 02/01/02/MEM

**Document:** G:\Fis\02\dmv\Hb278.Doc Michael McMahon

cc: Secretary of Transportation