

**Department of Planning and Budget  
2006 Fiscal Impact Statement**

**1. Bill Number** SB243

**House of Origin** ☒ Introduced ☐ Substitute ☐ Engrossed

**Second House** ☐ In Committee ☐ Substitute ☐ Enrolled

**2. Patron** Ticer

**3. Committee** Finance

**4. Title** Vehicle registration fees; additional fee to support the Virginia Land Conservation Fund.

**5. Summary/Purpose:** Enactment of this bill would increase the registration fee by \$1 for each pickup, panel truck, and motor vehicle listed in subdivisions 1 through 12 of §46.2-694 beginning on January 1, 2008. As written, the bill directs that all funds collected be distributed monthly to the Virginia Land Conservation Fund as unrestricted funds.

**6. Fiscal Impact:**

**6b. Revenue Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2006-07	\$6.4 - \$6.6 million	-	NGF
2007-08	\$6.4 - \$6.6 million	-	NGF
2008-09	\$6.4 - \$6.6 million	-	NGF
2009-10	\$6.4 - \$6.6 million	-	NGF
2010-11	\$6.4 - \$6.6 million	-	NGF
2011-12	\$6.4 - \$6.6 million	-	NGF

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

**8. Fiscal implications:** A \$1.00 increase in the base registration fee, as applied by this bill, presents the Department of Motor Vehicles (DMV) with programming challenges but the overall costs of implementing DMV systems changes are minimal. The bill will, however, impact a subsection of vehicles registered under the International Registration Plan (IRP) and, in order to implement the fee increase to these vehicles, DMV would have to submit a request to the system vendor to make changes to support the collection and appropriate allocation of this fee. Under this program, an interstate carrier files an apportioned registration application in the state or province where the carrier is based (the base jurisdiction). The fleet vehicles and the miles traveled in each state are listed on the application. The base jurisdiction collects the full license registration fee. They distribute the fees to the other jurisdictions based on the percentage of miles the carrier will travel, or has traveled in each jurisdiction.

Both the \$1.00 Jamestown-Yorktown fee and \$4.00 emergency medical services (EMS) fee are applied to the same vehicle base as the fee being proposed in this bill. In FY 2005, the

\$4.00 EMS fee generated slightly over \$25.8 million or \$6.5 million for each dollar of the fee. The \$1.00 Jamestown-Yorktown fee also generated approximately \$6.5 million in FY 2005. It is expected that the proposed fee increase will generate the same revenue.

**9. Specific agency or political subdivisions affected:** Department of Motor Vehicles, Virginia Department of Transportation, Department of Conservation and Recreation.

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

**11. Other comments:** None.

**Date:** 1/30/06/jlv

**Document:** G:\06-08\Fis\Dmv\Sb243.Doc Janet Vogelgesang

cc: Secretary of Transportation