

Department of Planning and Budget

2008 Fiscal Impact Statement

1. Bill Number: HB25

House of Origin	<u> X </u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Marshall, D.W.

3. Committee: Transportation

4. Title: Safe driving points; allows drivers to accumulate up to 10 in one year and 5 for safe driving class.

5. Summary: This bill allows drivers to accumulate up to 10 (rather than five) "good" points -- one a year for 10 years. The bill also allows five "good" points for satisfactory completion of a safe driving class up to twice in 10 years.

6. Fiscal impact estimates: Indeterminate.

7. Budget amendment necessary: No.

8. Fiscal implications: This bill removes the time limits on safe driving course enrollment while decreasing the number of times a driver can attend courses. It allows a driver to take only two courses, but at any time during a ten year period. With the current statutory language, a driver may take a greater number of safe driving courses over a ten year period (five), but the classes must be spread out over ten or more years.

In 2006, drivers completed a total of 129,723 clinics. If passed, this bill may cause a decrease in enrollment in safe driving courses, with some people taking two courses in quick succession. Enrollment over time could decrease since drivers are not permitted to take as many courses. Because of this, the bill could cause a decrease in revenues at the Department of Motor Vehicles (DMV). DMV receives \$150 in fees each time a safe driving course is established and an instructor is licensed. Each time a person attends a safe driving course, the agency receives \$10 in fees. DMV currently generates \$1.2 - \$1.3 million annually from these \$10 fees. In addition, the bill may negatively impact the current abusive driver fee revenues since they are partially based on a certain level of demerit points. DMV estimates that implementation of this bill will result in a one-time cost of \$25,335 for modification of its information systems.

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

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 1/17/2008/jlv

Document: G:\08-10\FIS\HB25.Doc Janet Vogelgesang

cc: Secretary of Transportation