Department of Planning and Budget
2017 Fiscal Impact Statement

1. **Bill Number:** SB1364

House of Origin	☐	Introduced	☒	Substitute	☒	Engrossed
Second House	☒	In Committee	☐	Substitute	☐	Enrolled

2. **Patron:** Newman

3. **Committee:** Transportation

4. **Title:** Department of Motor Vehicles; regulation of property carriers.

5. **Summary:** This bill combines the current property carrier and bulk property carrier authorities and eliminates the current license requirement for property brokers. The bill eliminates the requirement for the Department of Motor Vehicles to issue specially designated license plates for property-carrying vehicles operated for hire. The bill reduces insurance limits for carriers operating vehicles with a gross vehicle weight rating in excess of 7,500 pounds but not in excess of 10,000 pounds from $750,000 to $300,000. The bill reduces current liability coverage requirements for property carriers from $750,000 to $50,000 per person, $100,000 per incident for death and bodily injury, and $25,000 for property damage for passenger cars, motorcycles, autocycles, and vehicles with a gross vehicle weight rating of 7,500 pounds or less. The bill has a delayed effective date of October 1, 2017.

6. **Budget Amendment Necessary**: No.

7. **Fiscal Impact Estimates:** Preliminary. See Item #8.

8. **Fiscal Implications:** The Department of Motor Vehicles (DMV) estimates it will incur a one-time cost of $190,246 to implement the requirements of this legislation. It should be noted that the agency anticipated these costs as the study recommendations were discussed, and the legislation drafted. It was therefore able to reserve the resources necessary to implement the legislation.

9. **Specific Agency or Political Subdivisions Affected:** Department of Motor Vehicles.

10. **Technical Amendment Necessary:** No.

11. **Other Comments:** This bill is similar to HB2026.

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cc: Secretary of Transportation