

## Department of Planning and Budget 2017 Fiscal Impact Statement

**1. Bill Number:** SB1366

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

**2. Patron:** Newman

**3. Committee:** Transportation

**4. Title:** Transportation network company partner vehicle registration repeal.

**5. Summary:** This bill removes the requirement that a transportation network company (TNC) partner register his personal vehicle for use as a TNC partner vehicle with the Department of Motor Vehicles. The bill allows the Department of State Police to recognize another state's motor vehicle safety inspection in lieu of a Virginia inspection and clarifies that a TNC partner can keep proof of inspection in or on the vehicle.

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

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

**7a. Expenditure Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2017	(\$13,000)	-	Motor Vehicle Special Fund
2018	(\$100,000)	-	Motor Vehicle Special Fund
2019	(\$100,000)	-	Motor Vehicle Special Fund
2020	(\$100,000)	-	Motor Vehicle Special Fund
2021	(\$100,000)	-	Motor Vehicle Special Fund
2022	(\$100,000)	-	Motor Vehicle Special Fund
2023	(\$100,000)	-	Motor Vehicle Special Fund

**8. Fiscal Implications:** The Department of Motor Vehicles (DMV) worked with the patron and sponsor of this legislation as it was developed and drafted and was able to anticipate the costs associated with the bill. The agency will incur a one-time cost of \$87,000 to dismantle the IT infrastructure that was created to register TNC vehicles. The Department will see a reduction in costs of \$100,000, through staffing changes, reduced system maintenance, and inventory reductions.

The bill specifies that the Virginia State Police (VSP) may determine that another state's safety inspection standards adequately ensure public safety and any inspection VSP determines is acceptable must be done on an annual basis in order for a non-Virginia vehicle to provide TNC services in the Commonwealth.

The Virginia Department of State Police does not anticipate any fiscal impact as a result of this proposal.

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

**10. Technical Amendment Necessary:** None

**11. Other Comments:** This bill is a companion to HB 2019.

Date: 1/27/2017

Document: Janet Vogelgesang G:\16-18\FIS 2017\SB1366E.docx

Cc: Secretary of Transportation