

## **Department of Planning and Budget**

### **2017 Fiscal Impact Statement**

**1. Bill Number:** SB1435

<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:** Obenshain

**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) will incur a one-time cost of \$190,246 to implement the requirements of this legislation. Since the costs associated with implementing this bill are approximately the same as HB 2026 (the bill resulting from a stakeholder study to examine companies using mobile app and web-based platforms to transport goods in private passenger vehicles), the resources needed to implement this legislation would be equivalent to those of HB 2026, which DMV reserved in anticipation of future implementation.

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

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

**11. Other Comments:** None.

**Date:** 1/20/2017

**Document:** Janet Vogelgesang G:\16-18\FIS 2017\SB1435.docx

cc: Secretary of Transportation