

Department of Planning and Budget 2018 Fiscal Impact Statement

1. Bill Number: HB737

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

2. Patron: McGuire

3. Committee: Passed Both Houses

4. Title: Department of Motor Vehicles documents; veteran endorsement

5. Summary: This bill requires the Department of Motor Vehicles to issue driver's licenses, permits, and identification cards with an indicator denoting that the holder is a veteran provided that the holder requests such an indicator and provides proof of veteran status. The bill also repeals the existing law allowing a separate veteran's identification card.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Final. See Item #8.

8. Fiscal Implications: Any change to the design of a Department of Motor Vehicles (DMV) credential requires additional resources and time. DMV contacted Canadian Bank Note (CBN), DMV's credentialing vendor, and they estimated it would cost approximately \$53,829 to design a veteran's indicator and update their information systems to apply it on the appropriate credentials. CBN would also need four months lead time to implement these changes.

Additionally, CBN has 2,300 finished Veteran's Identification cards and 659 printed sheets for Veteran's Identification Cards. This stock must either be validly issued or destroyed, in order to prevent fraud. DMV would cease issuing Veteran's Identification Cards following enactment of HB 737. As such, DMV would also need to pay CBN \$18,691 to destroy their current stock. In total, DMV would need to provide CBN with \$72,520. Should this bill be the only bill passed with a fiscal impact to DMV, the agency would be able to absorb the cost. However, given DMV's current budgetary constraints, DMV may not be able to absorb the impact of multiple bills without additional resources or cutting other services.

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

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 2/27/2018

Document: G:\18-20\FIS 2018\HB737ER.docx

cc: Secretary of Transportation