

Department of Planning and Budget 2023 Fiscal Impact Statement

1. Bill Number: SB1196

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Reeves

3. Committee: Transportation

4. Title: Permanent farm use placards; owner or lessee of vehicle claiming exemption from registration, etc.

5. Summary: This bill repeals the requirement for the owner or lessee of a vehicle claiming a farm use exemption from the registration, licensing, and decal requirements for a motor vehicle, trailer, or semitrailer to obtain a nontransferable permanent farm use placard from the Department of Motor Vehicles and to display the farm use placard on the vehicle at all times. Under current law, such requirement will become effective July 1, 2023. The bill reinstates the authority of law-enforcement officer to inquire about the address or real property parcel identification number of the farm or lands with which the exempt vehicle is associated.

6. Budget Amendment Necessary: No.

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

8. Fiscal Implications: The legislation creating a permanent farm use placard was passed during the 2022 General Assembly Session but contained a delayed enactment date of July 1, 2023. Since the passage of the bill, staff at the Department of Motor Vehicles have been working on the programming for the new transaction and designing the required metal plate. The effort has not required contracting with new vendors. Elimination of the permanent farm use placard will not have a fiscal impact.

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

10. Technical Amendment Necessary: No.

11. Other Comments: This bill is a companion to HB 1453.