

Department of Motor Vehicles 2007 Fiscal Impact Statement

1. Bill Number HB2702

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

2. Patron Hugo

3. Committee House Transportation

4. Title Professional driver training schools and professional driver training instructors.

5. Summary/Purpose: Professional driver training schools and professional driver training instructors. Changes the terms “driver training school” and “instructor” to “professional driver training school” and “professional driving instructor” and requires driving instructors, as a precondition to licensure by the DMV, to pass a course of instruction offered by the DMV.

6. Fiscal Impact Estimates are tentative

7. Budget amendment necessary: Yes

8. Fiscal implications: DMV does not have the expertise or the personnel to establish the driver instructor training course proposed by the bill. DMV asked for and received basic cost estimates associated with creating a driver instructor training course from the Department of Education (DOE), an agency with experience in developing similar training courses. DOE estimates that the costs to develop and implement the proposed instructor training course would include:

- **Cost to develop course curriculum:** \$200,000 to \$250,000 (Includes contracting a curriculum writer/project director; identifying content and length of course; reviewing and validating content and assessments; developing PowerPoint slides to standardize delivery; staffing)
- **Purchase approved films and other ancillary teaching tools:** \$25,000 to \$50,000 (Cost contingent on curriculum deliverables)
- **Initial printing cost of curriculum:** \$5,000 (Does not include ongoing consumable course materials; see below)
- **Minimal course instructor costs:** \$150,000 to \$200,000
- **Ongoing costs:** It currently costs DOE approximately \$10,000 to \$15,000 per year to supply instructional materials for similar teacher preparation courses.

The total estimated cost of developing a basic version of the proposed driver instructor training course ranges from \$390,000 to \$520,000.

9. Specific agency or political subdivisions affected: DMV

10. Technical amendment necessary: Yes; the proposal does not provide DMV with the authority to set and collect training fees for a driver instructor training course. Since DMV does not have the infrastructure or the personnel to establish such a training course, DMV believes the fees would be justifiably high in order to ensure cost recovery. Also, if this bill is approved, DMV would need a delayed enactment date in order to develop the curriculum, hire instructors and address other matters related to implementation.

11. Other comments: Instructor education would be better suited for colleges and universities to develop and provide.

Date: 01/18/07 / jmc

Document: G:\LLSDATA\2007 Legislation\Session\DPB Fiscal Impact Statements\HB2702.DOC

cc: Secretary of Transportation