

## Department of Planning and Budget 2008 Fiscal Impact Statement

**1. Bill Number:** SB512

House of Origin      X   Introduced        \_\_\_ Substitute        \_\_\_ Engrossed  
 Second House        \_\_\_ In Committee    \_\_\_ Substitute        \_\_\_ Enrolled

**2. Patron:** Miller, Y.B.

**3. Committee:** Transportation

**4. Title:** DMV fees.

**5. Summary:** This bill increases the surcharge on the issuance of any driver's license other than a commercial driver's license from \$1.60 per year to \$3.60 per year of validity of the license and increases the surcharge for the reissuance or replacement of a driver's license from \$5 to \$10. The bill also increases the surcharge for issuance of a duplicate driver's license from \$5 to \$10.

**6. Fiscal impact estimates:** Preliminary.

**6b. Revenue Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2008	-	-	-
2009	\$14,798,138	N/A	NGF
2010	\$15,034,908	N/A	NGF
2011	\$15,034,908	N/A	NGF
2012	\$15,034,908	N/A	NGF
2013	\$15,034,908	N/A	NGF
2014	\$15,034,908	N/A	NGF

**7. Budget amendment necessary:** No. These revenues have been included in the introduced budget.

**8. Fiscal implications:** This bill will increase the cost for a 5-year driver's license from \$20 to \$30. It will also increase the cost of reissued and duplicate licenses to \$15. Commercial driver's licenses are not affected. It currently costs the Department of Motor Vehicles (DMV) \$54.09 to issue an original driver's license; thus the present \$20 license fee is covering less than half of this cost. Revenue generated through this increase will help to offset the increased cost of license issuance that has occurred as a result of the implementation of security and anti-fraud measures, as well as documentation review for establishing legal presence.

Since DMV's labor, technology, postage, facilities, and license plate costs represent 87 percent of its budget, it has little discretion on dealing with these increased costs other than reducing service, either by curtailing hours of operation or shutting down selected customer service centers.

**9. Specific agency or political subdivisions affected:** Department of Motor Vehicles.

**10. Technical amendment necessary:** No.

**11. Other comments:** None.

**Date:** 1/17/2008/jlv

**Document:** G:\08-10\FIS\SB512.Doc Janet Vogelgesang

cc: Secretary of Transportation