

## Department of Planning and Budget 2019 Fiscal Impact Statement

**1. Bill Number:** HB1832

<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:** Leftwich

**3. Committee:** Transportation

**4. Title:** License plate, special; Navy and Marine Corps Medal

**5. Summary:** This bill creates a special license plate for persons awarded the Navy and Marine Corps Medal or for unremarried surviving spouses of such persons.

**6. Budget Amendment Necessary:** No.

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

**8. Fiscal Implications:** Since this bill waives all fees for the proposed license plates, it represents a potential revenue loss for several agencies. However, the impact can only be determined by the number of applicants actually requesting the new license plates. Current special license plate registration fees for most vehicles are \$50.75. Each issuance of the proposed plates would result in a loss of these fees, which support the Department of Motor Vehicles (DMV), the Virginia Department of Transportation, Virginia State Police, and emergency medical services agencies.

DMV is currently unable to estimate the number of individuals who would be eligible to receive these new plates; however, the agency expects that total to be low. Even at a low issuance, the bill does not limit the number of plates an individual may request at no fee, which could increase the revenue that would be lost.

This bill also waives the statutory requirement of 450 prepaid applications. This money is used by DMV to cover the development and initial production of new license plates. DMV would absorb these costs for these plates.

The staff hours required to implement this bill can be accomplished during the normal work schedules for DMV employees, given current workloads. The agency would be able to absorb this cost within its existing resources assuming other legislative proposals with fiscal impacts to DMV are not passed. DMV's current fiscal outlook precludes funding the cumulative burden of implementing the programming and staffing requirements of multiple pieces of legislation without improved revenue streams.

**9. Specific Agency or Political Subdivisions Affected:** Department of Motor Vehicles, Virginia Department of Transportation, Virginia State Police, emergency medical services agencies.

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

**11. Other Comments:** None.

**Date:** 1/15/2019

**Document:** G:\18-20\FIS 2019\HB1832.docx

**Cc:** Secretary of Transportation