

Department of Planning and Budget 2019 Fiscal Impact Statement

1. Bill Number: SB1105

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: Peake

3. Committee: Transportation

4. Title: Special license plates; FORK UNION MILITARY ACADEMY

5. Summary: This bill authorizes the issuance of special license plates for supporters of Fork Union Military Academy bearing the legend FORK UNION MILITARY ACADEMY. The bill exempts the plate from the requirement to obtain 450 prepaid applications prior to issuance and from the provision that prohibits issuance of additional plates in the series if, after five or more years after issuance, the plate has fewer than 200 active sets of plates.

6. Budget Amendment Necessary: No.

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

8. Fiscal Implications: The Department of Motor Vehicles (DMV) normally uses the money generated by the 450 prepaid applications, required in accordance with Va. Code § 46.2-725, to offset the initial costs of production and materials required to issue a new special plate series. By exempting a plate series from the 450 prepaid application requirement, the Commonwealth will be required to absorb the initial issuance costs, including material and production costs, which may take several years to recoup due to potentially low plate sales.

The staff hours required to implement this legislation can be accomplished during the normal work schedules for DMV employees, given current workloads. DMV 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.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 1/10/2019

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Cc: Secretary of Transportation