

## **Department of Planning and Budget**

### **2020 Fiscal Impact Statement**

**1. Bill Number:** SB87

<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:** DeSteph

**3. Committee:** Transportation

**4. Title:** License plates, special; issuance for supporters of City of Va. Beach bearing the legend VB STRONG.

**5. Summary:** This bill authorizes the issuance of special license plates for supporters of the City of Virginia Beach bearing the legend VB STRONG

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

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

**8. Fiscal Implications:** Per § 46.2-725, Code of Virginia, the authorization and issuance of special plates is normally based on the ability of the plate's sponsors to collect and submit at least 450 prepaid applications. This section also establishes that special plate series must meet a minimum active plate threshold five or more years after the original issuance, for the Department of Motor Vehicles (DMV) to remain authorized to issue the series.

This bill authorizes DMV to issue a new special plate series, while providing this series an exemption from the minimum active plate threshold and the 450 prepaid application requirement.

DMV normally uses the revenue generated by the 450 prepaid applications, required in accordance with Virginia 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 agency will be required to absorb the initial material and production costs to develop a new plate series, which may take several years to recoup.

The staff hours required to implement the bill 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.