sHB-7201
AN ACT CONCERNING THE CONVENIENCE OF ACQUIRING MOTOR VEHICLE LICENSES AND REGISTRATIONS.

As Amended by House "A" (LCO 10312)

House Calendar No.: 310
Senate Calendar No.: 688

OFA Fiscal Note

State Impact:

<table>
<thead>
<tr>
<th>Agency Affected</th>
<th>Fund-Effect</th>
<th>FY 20 $</th>
<th>FY 21 $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Department of Motor Vehicles</td>
<td>TF - Revenue Gain</td>
<td>See Below</td>
<td>See Below</td>
</tr>
<tr>
<td>Department of Motor Vehicles</td>
<td>Passport to Parks Account - Revenue Gain</td>
<td>See Below</td>
<td>See Below</td>
</tr>
</tbody>
</table>

Note: TF=Transportation Fund

Municipal Impact: None

Explanation

The bill changes the renewal periods for: 1) drivers licenses (6 to 8 years), 2) vehicle registrations (2 to 3 years) and (3) identity cards (6 to 8 years). The bill increases the associated fees proportionately so there is no revenue impact over time.

Due to the prorated fee and based on the number of licenses, ID cards and registrations, there would be a maximum revenue gain of approximately $25.7 million in FY 21 and approximately $49.5 million in FY 22.¹

Lastly, the bill adjusts other registration-related fees to align with

¹ The average number of licenses over a six year period is 446,290 and the average number of registrations for FY 17 and FY 18 is 1,699,311.
the extended renewal period options. This includes setting the Clean Air Act and Passport to the Parks fees for a triennial registration at $15 each, which is proportionate to the existing $10 fees for biennial registrations. Eventually these fees will align to a cyclical revenue neutral schedule because the fees are prorated.

House “A” struck the underlying bill and its associated fiscal impact.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to the number of identification cards and individuals opting for the extended license and registration renewal periods.

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst’s professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.