



Fiscal Note
H.B. 294 2nd Sub. (Gray)
2019 General Session
Driver License Renewal Amendments
by Robertson, A. (Robertson, Adam.)



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$0	\$0	\$0

State Government

UCA 36-12-13(2)(b)

Revenues	FY 2019	FY 2020	FY 2021
Dept. of Public Safety Rest. Acct.	\$0	\$6,820,000	\$6,820,000
Total Revenues	\$0	\$6,820,000	\$6,820,000

Enactment of this legislation could potentially increase revenues to the state by between \$7 and \$20 per license/I.D. application or renewal. However, a change in renewal time from five to eight years will decrease the frequency of payments. The Department of Public Safety's Drivers License Division will collect an estimated \$6,820,000 more per year beginning in FY 2020 by charging \$52 instead of \$32 as individuals renew their licenses in the next 5 years to the 8 year license. However, there will be a decrease in revenues from years 6-8 after the transition to the new license. An estimated three year loss in revenue will equal the first 5 years of revenue, making the revenue impact break even for the first 8 years.

Expenditures	FY 2019	FY 2020	FY 2021
Dept. of Public Safety Rest. Acct.	\$5,300	\$0	\$0
Total Expenditures	\$5,300	\$0	\$0

Enactment of this legislation could cost the Department of Public Safety by \$5,300 one-time in FY 2019 for programming costs to update fees and programs to an 8 year schedule. The bill could decrease Department of Public Safety costs by \$1,018,100 per year for years 6 - 8 of implementation. These savings would come from an expected 30% drop in workload for drivers license examiners and examining technicians due to a significant decrease in license renewals during the transition from the 5 year to 8 year cycle.

	FY 2019	FY 2020	FY 2021
Net All Funds	<u>\$(5,300)</u>	<u>\$6,820,000</u>	<u>\$6,820,000</u>

Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Individuals & Businesses

UCA 36-12-13(2)(d)

Enactment of this bill will increase license and I.D. renewal fees for individuals by between \$7 and \$20 per license/I.D. application or renewal. This bill could cost individuals a combined total of \$6,820,000 per year in additional fees for the first five years of implementation.

Regulatory Impact

UCA 36-12-13(2)(e)

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.