

Statement of Estimated State Revenue Impact

Date: May 7, 2013

Bill Number: S.B. 576

Author: Shealy

Committee Requesting Impact: Senate Transportation

Bill Summary

A bill to amend Section 56-1-140 of the 1976 Code, relating to veteran designation on driver's licenses, to remove the one dollar fee retained by the Department of Motor Vehicles.

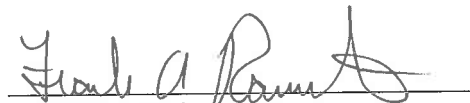
REVENUE IMPACT ^{1/}

This bill is expected to reduce earmarked funds of the Department of Motor Vehicles (DMV) by \$13,500 in FY 2013-14. The bill would have no impact on state General Fund revenue.

Explanation

This bill eliminates the \$1 fee charged to be issued a motor vehicle driver's license in this State with designation as a Veteran imprinted on the front side, which provides verification of a person's status as a military veteran of a branch of the United States Armed Forces. All fee proceeds go to earmarked funds of the DMV.

Pursuant to Act 147 of 2012, the DMV implemented a veteran designation program in August of 2012. A total of \$8,032 in fees has been recorded during September-March period of FY 2012-13. Annualizing partial year receipts to a full fiscal year would yield approximately \$13,500 in total fees in FY 2013-14. We therefore expect adoption of the bill would reduce fee allocations to earmarked funds of the DMV by \$13,500 in FY 2013-14. Since no fee proceeds are currently allocated to the state General Fund, the bill would not impact state General Fund revenue in FY 2013-14.



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^{1/} This statement meets revenue impact requirements of Section 2-7-71 for a state impact by BEA, Section 2-7-76 for a local impact or Section 6-1-85(B) for an estimate of the shift in local property tax incidence by Office of Economic Research (OER).