

FISCAL NOTE

SB 1563 - HB 1206

March 6, 1999

SUMMARY OF BILL: (1) Establishes the eligibility age for obtaining a hardship license to range from the age of 14 to 17 years old. Under existing law, the range is 14 to 16 years old; (2) establishes 17 years of age as the minimum age for obtaining a "for hire" endorsement; (3) allows the issuance of a Class M limited license between the ages of 14 and 17 for operation of a motor driven cycle or a motorized bicycle under restrictions; and (4) establishes 18 as the minimum age to obtain an unrestricted driver license. At age 17 a person could obtain a Class D license which is restricted to the hours of 6:00 am and 8:00 pm on a daily basis. At age 18, the license will be valid for all hours of the day or night and it would be valid for the operation of all motor vehicle with a gross vehicle weight ranking less than 26,001 pounds except classes A, B, C, or M or vehicles requiring special endorsement.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - \$916,500 Net Impact First Year

Increase State Revenues - \$68,750 Second and subsequent years

**Increase State Expenditures - \$57,000 Recurring
\$33,750 One-Time**

Increase State Revenues

12,500 Hardship Licenses @ \$5.50 each \$68,750

Decrease State Revenues

50,526 5 year Class D licenses @ \$19.50 each \$985,257

Increase State Expenditures

| | <u>Recurring</u> | <u>One-Time</u> |
|--------------------------------------|------------------|-----------------|
| Personnel (including benefits) | | |
| 2 Clerks @ \$20,300 each | \$40,600 | |
| 1 Admin Secretary @ \$15,600 | 15,600 | |
| System Changes | | \$15,000 |
| Furniture and Equip. for 3 @ \$3,000 | | 9,000 |
| Personal Computers 3 @ \$3,000 | | 9,000 |
| Telephone 3 Sets and Lines | 1,260 | 750 |
| Total | <u>\$57,460</u> | <u>\$33,750</u> |

Estimate assumes a first year loss of license fees from 50,526 sixteen-year olds that could no longer purchase an unrestricted license for five years at \$19.50 each. Estimate further assumes an increase in the issue of hardship licenses of approximately 12, 500 at \$5.50 each in the first and subsequent years.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director