

CORRECTED FISCAL NOTE

SB 3790 – HB 3833

March 24, 2008

SUMMARY OF BILL: Requires individuals who are under 18 years of age on the date of any motor vehicle accident or moving violation, and have had their driver license suspended for such accident or violation, to file and maintain proof of financial responsibility as required by Title 55, Chapter 12.

ESTIMATED FISCAL IMPACT:

On February 6, 2008, we issued a fiscal note for this bill indicating a *decrease to state revenue of \$6,700* per year. Based on additional information provided by the Department of Safety, the fiscal impact of this bill is estimated as follows:

(CORRECTED)

State Revenue – Net Impact – Not Significant

Assumptions:

- According to the Department of Safety (DOS), individuals under 18 years of age who have had their driver's license suspended as a result of being assigned too many points through the Driver Improvement Program are required to pay a \$50 filing fee pursuant to Tenn. Code Ann. § 55-12-129(a) for required proof of financial responsibility, and a \$65 fee pursuant to Tenn. Code Ann. § 55-12-126(c) to have their driver's license reinstated.
- DOS indicates that many of these individuals are unable to pay both fees, so many choose not to have their driver's license reinstated (or at a minimum they delay reinstatement).
- Under this bill, these individuals will still be required to file proof of financial responsibility, but they will no longer be required to pay the \$50 filing fee pursuant to Tenn. Code Ann. § 55-12-129(a).
- DOS has indicated that any decrease of revenue resulting from fewer filing fees for required proof of financial responsibility is expected to be offset by a comparable increase of driver's license reinstatement fee revenue.

CERTIFICATION:

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

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a horizontal line through the middle of the letters.

James W. White, Executive Director

/rnc