

Department of Planning and Budget 2022 Fiscal Impact Statement

1. Bill Number: SB612

| | | | |
|-----------------|--|--|---|
| House of Origin | <input type="checkbox"/> Introduced | <input checked="" type="checkbox"/> Substitute | <input checked="" type="checkbox"/> Engrossed |
| Second House | <input checked="" type="checkbox"/> In Committee | <input type="checkbox"/> Substitute | <input type="checkbox"/> Enrolled |

2. Patron: Boysko

3. Committee: Transportation

4. Title: Highway use fee, mileage-based user fee program; program clarifications.

5. Summary: The bill authorizes DMV to establish a process for issuing prorated refunds of highway use fees to certain participants. The bill adds additional privacy protection for the data collected for the mileage-based user fee program and establishes a process to support the vendor in the collection of unpaid mileage-based user fees by allowing DMV to deny the registration or registration renewal of a participant in the mileage-based user fee program who has failed to pay the mileage-based user fee.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary. See Item #8.

8. Fiscal Implications: The highway use fee became effective on July 1, 2020, and the mileage-based user fee program will become effective on July 1, 2022. This bill provides programmatic clarifications for both the Highway Use Fee (HUF) and mileage-based user fee (MBUF). Owners of vehicles subject to HUF would now be eligible for refunds of that fee if they cancel the vehicle registration with six months or more remaining in the registration period. The legislation offers additional protection for data collected in the MBUF program and offers the vendor support in the collection of unpaid MBUF fees.

In order to implement the bill, the agency will incur programming costs estimated at \$108,118. The 1,468 staff hours required can be accomplished during the normal work schedules for DMV employees, given current workloads. The agency has reserved sufficient funds to provide for the costs of this initiative and one-time cost. As a result, no budget amendment will be required to fund this program.

9. Specific Agency or Political Subdivisions Affected: Department of Motor Vehicles.

10. Technical Amendment Necessary: No.

11. Other Comments: None.