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FISCAL IMPACT REPORT

SPONSOR Smith ORIGINAL DATE 2/1/15
 LAST UPDATED _____ HB _____

SHORT TITLE Driver's License Renewals SB 269

ANALYST Malone

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY16	FY17	FY18		
Small increase	Small increase	Small increase	Recurring	Various

(Parenthesis () Indicate Revenue Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY16	FY17	FY18	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	\$5.0-\$10.0	\$0.0	\$0.0	\$5.0-\$10.0	Nonrecurring	MVD Operating

(Parenthesis () Indicate Expenditure Decreases)

Conflicts with HB 32, HB 79, SB 1 and SB 153.

SOURCES OF INFORMATION

LFC Files

Responses Received From

Taxation and Revenue Department (TRD)

Department of Transportation (DOT)

SUMMARY

Synopsis of Bill

Senate Bill 269 amends the Motor Vehicle Code to increase the age from 75 to 79 for an applicant to receive their driver's license or identification card at no cost and at which the expiration period is reduced. The reduced expiration period (currently one year) is extended to two years.

FISCAL IMPLICATIONS

There will be some budget impact to the Taxation and Revenue Department Information Technology Division, in the range of \$5,000 to \$10,000. There will be some additional training required for MVD administrative and agency staff.

This bill would have a modest impact on revenues derived from license renewals by increasing the age at which applicants receive new licenses without charge.

OTHER ISSUES

TRD notes that it is not clear how current licenses that are scheduled to expire at ages 75-78 will be handled. Presumably, applicants will simply resume paying for a license issued up to 4 years.

ADMINISTRATIVE IMPLICATIONS

TRD's Tapestry system reengineering project, which is scheduled to go live at the end of May, will require additional programming to make the changes required by this bill and the agency is not sure it will be possible to have the changes in place by the July 1, 2015 effective date.

CONFLICT

This bill conflicts with HB 32, HB 79, SB 153 and SB 1, as all five bills amend Section 66-5-21 NMSA 1978. This bill also conflicts with SB 153, as both bills amend Section 66-5-67 NMSA 1978.

CEM/bb