

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	HB 1465
Version:	PCS
Request Number:	6857
Author:	Rep. Echols
Date:	2/27/2017
Impact:	DPS: possible impact; All license fees increased

Research Analysis

The committee substitute to HB 1465 creates a REAL ID Compliant Driver License and Identification Card and a REAL ID Noncompliant Driver License and Identification Card. The measure provides application procedures for the licenses and cards. The measure increases all REAL ID non-compliant license and renewal fees for both commercial and class D licenses and learner permits by \$5.00. The measure creates fees for REAL ID compliant licenses and learner permits as well as renewals equal to the non-REAL ID compliant licenses. The bill apportions the new fees.

Prepared By: Brad Wolgamott

Fiscal Analysis

The PCS on HB 1465:

- Increases all REAL ID non-compliant license and renewal fees for both commercial and class D licenses and learner permits by \$5.00;
- Creates fees for REAL ID compliant licenses and learner permits as well as renewals equal to the non-REAL ID compliant licenses;
- Of the total amount of license fees:
 - \$3.00 shall be deposited in the State Public Safety Fund
 - If the motor agent is not REAL ID compliant: \$2.00
 - If the motor agent is REAL ID compliant: \$6.00
 - \$2.00 shall be used by the motor agent for operations
- Increases REAL ID compliant and non-compliant ID cards to \$25.00
 - Of this amount, new language stipulates that
 - \$3.00 shall be deposited in the State Public Safety Fund
 - \$2.00 shall be retained by the REAL ID compliant motor agent for operations
 - OR
 - \$5.00 shall be deposited in the State Public Safety Fund if the motor agent is non-compliant
- Replacement licenses: \$25.00
 - Of this amount, \$10 credited to the DPS, \$3 to the State Public Safety Fund, if motor license agent is compliant-\$2, if agent is not \$2 to the State Public Safety Fund
- Possible costs to DPS for carrying out responsibilities in the bill
- The actual revenue raised from the license fee increase, is dependent upon how many people receive licenses for the first time and how many are up for renewal each fiscal year. DPS has provided license statistics for calendar year 2016 below:

Total driver license and ID cards issued: 1,128,424

Total were Class D:	932,975
Total were CDL	58,946
Total were ID cards	136,503

If one assumes all licenses issued are subjected to the \$5.00 increase, it can be estimated that the total revenue raised for the first year will be ~\$5 million.

Prepared By: Kristina King

Other Considerations

None.