REVENUE IMPACT OF PROPOSED LEGISLATION

74th Oregon Legislative Assembly 2008 Special Session Legislative Revenue Office Bill Number: HB 3624-B MR
Area: Transportation
Economist: Mazen Malik
Date: Feb-22-2008

Measure Description:

Permits police officers to confiscate registration card and to mark registration plates with stickers if the driver is arrested for or issued a citation for driving while suspended or revoked. Drivers who reinstate their privileges may pay fees for replacement registration stickers and a restoration fee of \$5. Allows vehicle owners who were not the driver to replace marked registration stickers and pay a restoration fee. Operative date 1/1/2011.

Revenue Impact:

DMV will collect additional revenue due to additional title fees (\$55), replacement registration sticker fees (\$10), the new restoration fee (\$5) and replacement plate/registration sticker fees (\$15). Fees collected from title transactions will be divided between two funds, the Highway Fund (\$30) and OTIA (\$25). State Highway fund is divided between state and locals approximately 60% to 40%. And the locals OTI share depends on the leftover of the debt service payments. Offenses for removal of cancellation stickers are a class C infraction which will go through the CFA fund distribution process.

	2007-09 Biennium	2009-11 Biennium	2011-13 Biennium
State Highway Fund	0	\$489,390	\$1,957,565
State OTIA Funds	0	\$196,225	\$784,925
Transportation Total	0	\$685,615	\$2,742,490
CFA Distribution	0	\$153,029	\$612,108
Grand Total	0	\$838,644	\$3,354,598

Impact Explanation:

Authorizes DMV to cancel vehicle registration of the driver who is arrested for or issued a citation for driving while suspended or revoked if the driver does not reinstate their driving privilege within 60 days of citation or arrest. The bill creates offenses for removal of cancellation stickers and for knowingly furnishing a motor vehicle to a person who is not authorized to drive. Increases the maximum penalties for operating a vehicle without driving privileges and the maximum penalty for driving while suspended or revoked. DMV based the business transaction assumptions on statistics gathered in the program evaluation of the 1990-1992 Vehicle Registration Cancellation Program. 56% of the vehicles were owned by the driver. 2% of these actions were judged. Additionally, 1% of the driver/owners requested a hearing. The evaluation also found that two-thirds of the driver/owners clear their vehicles by transferring the title of their vehicles to remove the cited driver rather than obtaining a valid driver's license.

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