

2009 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: SB 5549 **STATUS:** Original
SUBJECT: Department of Transportation Fee Increases
GOVERNMENT UNIT AFFECTED: Department of Transportation
PREPARED BY: Susie Jordan
REVIEWED BY:
DATE: April 24, 2009

	<u>2009-2011</u>	<u>2011-2013</u>
REVENUES:		
Department of Transportation fees – Other Funds		see comments

EFFECTIVE DATE: July 1, 2009

GOVERNOR’S BUDGET: This bill is anticipated by the Governor’s recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: The measure ratifies fee increases adopted by administrative rule by the Department of Transportation (ODOT) during the 2007 interim and which were approved by the Department of Administrative Services per Oregon Revised Statute 291.055. ORS 291.055(1)(e) requires all new state agency fees or fee increases adopted after July 1 of any odd-numbered year be rescinded on July 1 unless authorized by enabling legislation setting forth the approved fees. This measure provides the enabling legislation necessary to approve the fee increases adopted through Administrative Rule by the ODOT during the 2007-09 interim. The measure is effective on July 1, 2009. The measure modifies fees in Driver and Motor Vehicles program in order to carry out the legislative intent of SB 1080 (2008) to spread across every issuance of a driver license the cost for implementing SB 1080 and maintain an appropriate ending balance. If the Legislature does not adopt this measure, the fee increases adopted administratively would be rescinded on July 1, 2009 or upon sine die

Approximately 1/3 of the time, an applicant will add an endorsement between the original issuance and renewal of a driver’s license. ODOT must issue a new license if a person adds a farm or motorcycle endorsement between issuance and renewal. Without the administrative rule, the \$3 surcharge would not have been collected if the endorsement was not added during the original issuance or renewal of other privileges. The cumulative revenue fiscal impact of this measure is estimated to be \$25,893 for the 2009-11 and \$25,893 for the 2011-13 biennia. The amount of fee revenue generated by each section of this measure, and by ODOT’s Driver and Motor Vehicle Division estimated fee revenue is detailed in the table below.

Measure Section	Department of Transportation – Driver and Motor Vehicles Division	2009-11 Estimated Fee Revenue	2011-13 Estimated Fee Revenue
§1(1)	Farm Endorsement – From \$26 to \$29.00	\$858	\$858
§1(2)	Motorcycle Endorsement - From \$46 to \$49	\$24,205	\$24,205

These fee increases are assumed in the ODOT’s primary budget bill (SB 5548).