

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
79th Oregon Legislative Assembly  
2017 Regular Session  
Legislative Revenue Office

Bill Number: SB 36  
Revenue Area: Highway Fund  
Economist: Mazen Malik  
Date: 02/06/2017

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

**Measure Description:**

Provides that Department of Transportation may waive skills test for person seeking motorcycle endorsement to operate three-wheeled motorcycle.

**Revenue Impact:** Cost reductions for DMV result in higher transfers to the highway fund. The highway fund is shared between the state, cities and counties.

	19-21	21-23	23-25
DMV savings	\$176,748	\$249,264	\$252,127

SB 36 would take effect on January 1, 2018.

**Impact Explanation:**

DMV will discontinue skills testing prior to issuance of a three-wheel restricted motorcycle endorsement. Additionally, DMV will no longer maintain motorcycle skills test courses, and will discontinue training related to motorcycle skills testing.

DMV will continue to administer the motorcycle knowledge test to applicants for a three-wheel restricted motorcycle endorsement, and they will be required to pass the test before the endorsement will be issued.

This bill would eliminate the requirement that the application for a driver license, ID card, or permit indicate if the applicant has ever been previously issued a driver license or permit. DMV conducts electronic checks of its own records and other states' records to make this determination. Elimination of this requirement creates an efficiency increase for DMV.

This bill will result in ongoing expenditure savings due to a workload savings. Total savings in 2017-19 are \$176,748 (net savings after implementation costs).

There are additional unknown savings associated with the elimination of the five motorcycle test courses and training for motorcycle skills test examiners in the five offices where the tests are given.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No