

**JBC STAFF FISCAL ANALYSIS  
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING ELECTRONIC RENEWAL OF A DRIVER'S LICENSE.

Prime Sponsors: Representative Welker  
Senator Takis  
JBC Analyst: James McCoy  
Phone: 866-2061  
Date Prepared: April 1, 2004

**Summary of Amendments Made to the Bill After the 12/31/03 Legislative Council Staff Fiscal Note was Prepared (Amended by the House Transportation and Energy Committee 01/29/04, by the House Information and Technology Committee 02/23/04, and by the House on Second Reading 03/03/04)**

The House Transportation and Energy Committee amendment requires the Department to report to the Transportation Legislation Review Committee (TLRC) on its progress related to the statewide Internet portal by August 31, 2004. The House Information and Technology Committee amendment strikes the Transportation and Energy Committee Report. The amendment adds language that requires electronic license renewal applicants to attest that they have had an eye examination within three years before the date of the application. It also reduces the maximum age of eligibility under the bill from 66 to 61 years. Finally, the amendment requires that the electronic delivery system for the renewal process be reviewed and approved by the Commission on Information Management (IMC) in the Governor's Office as well as include specific electronic security measures. The Second Reading amendment adds language that electronic renewal applicants attest to an eye examination 'under penalty of perjury.'

**JBC Staff Concurrence with Legislative Council Fiscal Note**

Concur       Does Not Concur       Updated

**Amendments/Appropriation Status**

The bill does not contain, nor does it require, an appropriations clause.

**Sponsor Amendments**

**L.013** maintains the implementation date of August 4, 2004, which is 90 days after the final adjournment of the 2004 General Assembly. The amendment accomplishes three primary objectives.

First, it requires the Department of Revenue to submit a plan for the electronic renewal of drivers' licenses to the Office of Innovation and Technology (OIT) for review and approval. Second, **L.013** requires the Department to update the Transportation Legislation Review Committee (TLRC) on its progress related to the implementation of electronic driver's license renewal as well as anticipated expenses and proposed security measures by August 31, 2004. Third, the sponsor amendment substitutes a new applicability clause and adds a safety clause. **L.013** does not change the fiscal impact delineated in the Legislative Council Staff Fiscal Note dated December 31, 2003.

### **Questions and Concerns**

The bill does not definitively require any expenditures; however, to properly implement this legislation, the Department of Revenue will likely have to submit a supplemental during FY 2004-05 or a decision item for FY 2005-06 and possibly subsequent fiscal years. The potential fiscal impact of the bill will be quantified and more precisely analyzed at that time. The biggest factor related to implementation of this legislation is completion of the statewide Internet portal, which is currently scheduled for completion by December 31, 2004. If this occurs, then the Department of Revenue would probably need additional funds in FY 2004-05. At this time, the Department of Revenue does not believe it can reasonably project either the potential costs to implement H.B. 04-1034 or the anticipated savings that will be achieved through electronic renewal of drivers' licenses.