HOUSE BILL 250

Introduced by Harper, et al.

1/17	Introduced
1/17	Referred to Highways & Transportation
1/18	First Reading
1/18	Fiscal Note Requested
1/24	Fiscal Note Received
1/26	Fiscal Note Printed
1/29	Hearing
2/05	Tabled in Committee

Hause BILL NO. 250 1 INTRODUCED BY Thank an 2 far webrug der 3 4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING AN APPLICANT 5 FOR RENEWAL OF A DRIVER'S LICENSE TO WATCH A VIDEO TAPE OR FILM AND SUCCESSFULLY COMPLETE A TEST ON ITS CONTENTS: 6 7 INCREASING THE FEE FOR RENEWAL OF A DRIVER'S LICENSE; ALLOCATING THE INCREASED INCOME TO PAY COSTS OF THE VIDEO 8 TAPE OR FILM; AMENDING SECTIONS 61-5-111 AND 61-5-121, MCA; 9 10 AND PROVIDING A DELAYED EFFECTIVE DATE AND AN APPLICABILITY DATE."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 13

14 Section 1. Section 61-5-111, MCA, is amended to read: 15 "61-5-111. Renewals, expirations. and fees for 16 licenses, permits, and endorsements. (1) The department has 17 authority to appoint county treasurers and other gualified 18 officers to act as its agents for the sale of driver's licenses receipts and shall make necessary rules governing 19 20 sales. In those areas where the department provides driver 21 licensing services 3 days or more a week, the department is 22 responsible for sale of receipts and may not appoint an 23 agent. The department, upon receipt of payment of the fees 24 specified in this section, shall issue a driver's license to 25 every gualifying applicant. The license shall contain a

full-face photograph of the licensee in the size and form 1 2 prescribed by the department, except as provided in З subsection (4); a distinguishing number issued to the ٨ licensee; the full name, date of birth, residence address, 5 and a brief description of the licensee; and either a facsimile of the signature of the licensee or a space upon 6 7 which he shall write his signature in penand ink 8 immediately upon receipt of the license. A license is not 9 valid until it is signed by the licensee.

- 10 (2) (a) The department:
- 11 (i) shall, when any a person applies for renewal of a
- 12 driver's licenser:
- 13 (A) test the applicant's eyesight; and

14 (B) require the applicant to view the video tape or

15 film presentation required under [section 4] and

- 16 successfully complete a written examination on the content
- 17 of the material in the video tape or film; and

18 (ii) may also--in--the--department's--discretion have 19 require the applicant to demonstrate his physical ability to 20 operate and to exercise ordinary and reasonable care in the 21 operation of a motor vehicle.

22 (b) In the case of commercial vehicle operator's 23 endorsements, the department may also require that the 24 applicant successfully complete a written examination as 25 required by federal regulations.

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(c) A person is considered to have applied for renewal
 of a Montana driver's license if the application is made
 within 3 months of the expiration of his license.

4 (3) A license expires on the anniversary of the date of 5 birth of the licensee 4 years or less after the date of 6 issue.

7 (4) A license issued to a person under the age of 218 years must contain a photograph of the licensee's profile.

9 (5) Whenever the department issues an original license 10 to a person under the age of 18 years, the license shall 11 must be designated and clearly marked as a "provisional 12 license". Any A license designated and marked as provisional 13 may be suspended by the department for a period of not more 14 than 12 months, when its records disclose that the licensee, 15 subsequent to the issuance of such license, has been guilty 16 of careless or negligent driving. Upon renewal the 17 department may, for any reasonable cause as shown by its 18 designate the renewal of the license as records, 19 provisional; otherwise, a license in usual form must be 20 issued subject to other provisions of the laws of Montana.

(6) It--is-unlawful-for-any A person to may not have in his possession or under his control more than one Montana driver's license at any one time. A license is not valid for the operation of a motorcycle or quadricycle until the holder thereof of the license has completed the requirements of 61-5-110 and the license has been clearly marked with the words "motorcycle endorsement". A license is not valid for the operation of a commercial vehicle until the holder thereof of the license has completed the requirements of 61-5-110 and the license has been clearly marked with the words "commercial vehicle operator's endorsement". (7) Fees for driver's licenses are: (a) driver's license -- \$3 \$3.25 per year or fraction

8 (a) driver's license -- \$3 \$3.25 per year or fraction
9 thereof of a year;

10 (b) motorcycle endorsement -- 50 cents per year or 11 fraction thereof of a year;

12 (c) commercial vehicle operator's endorsement:

13 (i) interstate -- \$3 per year or fraction thereof of a

14 <u>year</u>;

15 (ii) intrastate -- \$1.50 per year or fraction thereof of 16 a year.

17 (8) A license designated as a chauffeur's license as of
18 January 1, 1988, is valid as a commercial vehicle operator's
19 endorsement until the expiration of the license.

(9) The holder of a chauffeur's license may convert his
chauffeur's license to a commercial vehicle operator's
endorsement by paying the appropriate fee covering the
remainder of the life of his license and complying with the
requirements established by the department.

25 (10) The holder of a valid chauffeur's license who is

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1 renewing and wishes to obtain a commercial vehicle 2 operator's endorsement may do so upon paying the appropriate 3 fees and complying with the requirements established by the 4 department."

5 Section 2. Section 61-5-121, MCA, is amended to read:
6 "61-5-121. Disposition of fees. (1) The disposition of
7 the fees from driver's licenses provided for in
8 61-5-111(7)(a), motorcycle endorsements provided for in
9 61-5-111(7)(b), commercial vehicle operator's endorsements
10 provided for in 61-5-111(7)(c), and duplicate driver's
11 licenses provided for in 61-5-114 is as follows:

12 (a) The amount of $33-\frac{1}{3}$ 30.77% of each driver's 13 license fee and 33 1/3% of each duplicate driver's license 14 fee must be deposited into an account in the state special 15 revenue fund. The department shall transfer the funds from 16 account to the Montana highway patrol officers' this 17 retirement pension trust fund as provided in 19-6-404. Funds transferred from the account are statutorily appropriated, 18 19 as provided in 17-7-502, to the pension trust fund.

(b) (i) If the fees are collected by a county treasurer
or other agent of the department, the amount of 5% of each
driver's license fee and of each duplicate driver's license
fee must be deposited into the county general fund.

24 (ii) If the fees are collected by the department, the 25 amount provided for in subsection (1)(b)(i) must be deposited into the state special revenue fund for use by the
 department to defray the costs of issuing licenses or
 duplicate licenses.

4 (c) (i) If the fee is collected by a county treasurer 5 or other agent of the department, the amount of 5% of each 6 motorcycle endorsement must be deposited into the county 7 general fund.

8 (ii) If the fee is collected by the department, the 9 amount provided for in subsection (1)(c)(i) must be 10 deposited into the state special revenue fund for use by the 11 department to defray the costs of issuing motorcycle 12 endorsements.

(d) The amount of 23-1/3% 21.51% of each driver's
license fee and 23 1/3% of each duplicate driver's license
fee and the amount of 35% of each motorcycle endorsement fee
must be deposited into the state traffic education account.

17 (e) The amount of $3\theta - \frac{1}{3}$, $\frac{35.35}{9}$ of each driver's 18 license fee and $\frac{38.35}{9}$ of each duplicate driver's license 19 fee and the amount of 60% of each motorcycle endorsement fee 20 must be deposited into the state general fund.

(f) If the fee is collected by the county treasurer or other agent of the department, the amount of 5% of each commercial vehicle operator's endorsement fee must be deposited into the county general fund, otherwise all of the fee must be deposited in the state general fund.

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1 (2) (a) If fees from driver's licenses, commercial 2 vehicle operator's endorsements, motorcycle endorsements, and duplicate driver's licenses are collected by a county 3 4 treasurer or other agent of the department, he shall deposit 5 the amounts provided for in subsections (1)(b)(i) and 6 (1)(c)(i) into the county general fund. He shall then remit 7 to the state treasurer all remaining fees, together with a 8 statement indicating what portion of each fee is to be 9 deposited into the account in the state special revenue fund 10 as provided in subsection (1)(a), the state traffic education account, the driver's license applicant's 11 12 examination account, and the state general fund. The state 13 treasurer, upon receipt of the fees and statement, shall 14 deposit the fees as provided in subsections (1)(a), (1)(d), 15 (1)(e), and (1)(f), and (1)(g).

16 (b) If fees from driver's licenses, commercial vehicle 17 operator's endorsements, motorcycle endorsements, and 18 duplicate driver's licenses are collected by the department, 19 it shall remit all fees to the state treasurer, together 20 with a statement indicating what portion of each fee is to 21 be deposited into the account in the state special revenue 22 fund as provided in subsection (1)(a), the state special 23 revenue fund, the state traffic education account, the 24 driver's license applicant's examination account, and the 25 state general fund. The state treasurer, upon receipt of the 1 fees and statement, shall deposit the fees as provided in
2 subsections (1)(a), (1)(b)(ii), (1)(c)(ii), (1)(d), (1)(e),
3 and (1)(f), and (1)(g)."

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NEW SECTION. Section 3. Driver's license applicant's 4 examination account. There is in the state special revenue 5 fund a driver's license applicant's examination account into 6 7 which money is deposited as provided in 61-5-121. The legislature shall appropriate money from the account to the 8 department for the purpose of preparing and presenting the 9 video tape or film presentations and administering the 10 written examinations required in 61-5-111(2)(a)(i)(B). 11 12 NEW SECTION. Section 4. Video tape or film

presentations to driver's license applicants. The department shall prepare a video tape or film of not more than 30 minutes duration explaining defensive driving techniques, driver safety precautions, and highway courtesy. Each applicant for renewal of a driver's license under 61-5-111 shall view the video tape or film and successfully complete an examination on its contents.

20 <u>NEW SECTION.</u> Section 5. Codification instruction. 21 (Sections 3 and 4) are intended to be codified as an 22 integral part of Title 61, chapter 5, part 1, and the 23 provisions of Title 61, chapter 5, part 1, apply to 24 [sections 3 and 4].

NEW SECTION. Section 6. Effective date -- partial

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- 1 delayed applicability. [This act] is effective January 1,
- 2 1992, and for purposes of the presentation of the video tape
- 3 or film to driver's license renewal applicants, applies to
- 4 events occurring after December 31, 1992.

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STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB0250, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

The proposed bill would require an applicant for renewal of a driver's license to view a video tape or film and successfully complete a test on the subject matter; increase the fee for renewal of a driver's license and allocate the increased revenue to pay costs of the video tape or film; increase in the renewal fee would be effective January 1, 1992 and required viewing and testing would be effective January 1, 1993.

ASSUMPTIONS:

- 1. 162,500 driver licenses, including both new and renewals, will be issued during each year of the 1993 biennium.
- 2. Increased expenditures attributable to this bill would be funded by the general fund to the extent they exceed earmarked revenues.
- 3. The impact on FTE and expenditures is based upon the assumption that the average current waiting lines for driver license services will remain the same (will neither be increased or decreased).
- 4. It is assumed that a more fully automated system of testing and scoring would substantially increase the FY93 equipment costs and decrease the number of FTE and personal services costs, although some increased FTE would still be necessary. The estimated expenditures shown in the fiscal impact assume that test sheets will be completed and scored manually.
- 5. 28.00 new FTE would be necessary as Driver Exam Clerks (Grade 6, Step 2) to handle the additional workload. Employee benefits are calculated at a 25% rate. The clerks are assumed to be hired during October, 1992.
- 6. 4.00 FTE new Driver Examiners would be necessary to open rural license stations for two days per week rather than one day per week to handle the additional time required for renewals. The positions would be at Grade 11, Step 2, for nine months during FY93. Employee benefits are calculated at a 25% rate.
- 7. It would be necessary to rent additional or new space for some license stations to house the video booths necessary to provide individual TV/VCR viewing/testing points.
- 8. Equipment required includes four new vehicles for new driver examiners, 300 TV/VCR machines, and 33 new counter terminals.
- 9. It is assumed that 7.37% of the proposed driver license fees would be allocated to a state special revenue account for video tape and film support.
- 10. Current law expenditures and funding is represented by the executive budget recommendation for the 1993 biennium for the Driver Services Bureau of the Department of Justice.

FISCAL IMPACT:

see next page

ROD SUNDSTED, BUDGET DIRECTOR Office of Budget and Program Planning

HAL HARPER PRIMARX SPONSOR

Fiscal Note for <u>HB0250, as introduced</u>

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Fiscal Note Request, <u>HB0250</u>, <u>as introduced</u> Form BD-15 Page 2

Department of Justice-Driver Services Bureau

	FY 92			FY 93		
	Current Law	Proposed Law	Difference	Current Law	Proposed Law	Difference
Expenditures:						
FTE	94.05	94,05	0.00	94.05	126.05	32.00
Personal Services	2,139,385	2,139,385	0	2,151,766	2,595,766	444,000
Operating Costs	671,502	671,502	0	666,611	869,611	203,000
Equipment	87,470	87,470	0	56,335	395,735	339,400
Total	2,898,357	2,898,357	0	2,874,712	3,861,112	986,400
<u>Funding:</u>						
General Fund (01)	2,720,357	2,720,357	0	2,736,712	3,489,562	752,850
State Special (02)	128,000	128,000	0	88,000	88,000	0
Driver Lic. Exam. (02)	0	0	0	0	233,550	233,550
Federal Special (03)	50,000	50,000	0	50,000	50,000	0
Total	2,898,357	2,898,357	0	2,874,712	3,861,112	986,400
<u>Revenue:</u>						
General Fund (01)	747,500	747,150	(350)	747,500	746,800	(700)
Driver's Education (02)	455,000	454,700	(300)	455,000	454,400	(600)
Highway Patrol Retire. (02)	650,000	650,000	0	650,000	650,000	O Ó
Driver Lic. Exam. (02)	, 0	77,850	77,850	, 0	155,700	155,700
State/County Support (02)	97,500	101,550	4,050	97,500	105,600	8,100
Total	1,950,000	2,031,250	81,250	1,950,000	2,112,500	162,500
General Fund Impact			(350)			(753,550)

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EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Minimal increase in revenues to certain counties.

LONG-RANGE EFFECTS OF PROPOSED LEGISLATION:

Ongoing expenses in future biennia would be approximately \$800,000 per year with supporting revenue of about \$150,000 per year based upon the number of new licenses and renewals estimated for the 1993 biennium.

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TECHNICAL NOTES:

The bill does not specify the percentage of the driver license fee that is to be deposited into the new account established in Section 3 of the bill. 7.37% of the fee has no specified disposition.