

**HF4097 - 0 - Driver Road Exams; Report, No-show Fee Added**

Chief Author: **Connie Bernardy**  
 Committee: **Transportation Finance & Policy Division**  
 Date Completed: **3/11/2020 9:01:19 AM**  
 Agency: **Public Safety Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings	X	
Tax Revenue		X
Information Technology	X	
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2019	FY2020	FY2021	FY2022	FY2023
Restrict Misc. Special Revenue	-	24	(667)	(667)	(667)	(667)
<b>Total</b>	<b>-</b>	<b>24</b>	<b>(667)</b>	<b>(667)</b>	<b>(667)</b>	<b>(667)</b>
<b>Biennial Total</b>			<b>(643)</b>			<b>(1,334)</b>

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2019	FY2020	FY2021	FY2022	FY2023
Restrict Misc. Special Revenue	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**LBO Analyst's Comment**

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

**LBO Signature:** Laura Cecko      **Date:** 3/11/2020 9:01:19 AM  
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**State Cost (Savings) Calculation Details**

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

\*Transfers In/Out and Absorbed Costs are only displayed when reported.

<b>State Cost (Savings) = 1-2</b>		Biennium			Biennium	
Dollars in Thousands		FY2019	FY2020	FY2021	FY2022	FY2023
Restrict Misc. Special Revenue	-	24	(667)	(667)	(667)	(667)
<b>Total</b>	-	<b>24</b>	<b>(667)</b>	<b>(667)</b>	<b>(667)</b>	<b>(667)</b>
<b>Biennial Total</b>			<b>(643)</b>		<b>(1,334)</b>	
<b>1 - Expenditures, Absorbed Costs*, Transfers Out*</b>						
Restrict Misc. Special Revenue	-	24	-	-	-	-
<b>Total</b>	-	<b>24</b>	-	-	-	-
<b>Biennial Total</b>			<b>24</b>			-
<b>2 - Revenues, Transfers In*</b>						
Restrict Misc. Special Revenue	-	-	667	667	667	667
<b>Total</b>	-	-	<b>667</b>	<b>667</b>	<b>667</b>	<b>667</b>
<b>Biennial Total</b>			<b>667</b>		<b>1,334</b>	

**Bill Description**

This legislation would amend the governing of road examinations for a driver's license; establishes a fee for failing to appear or canceling a skills or road test within 24 hours of appointment time; and requires a report on driver's license road tests.

**Assumptions**

Assumes an effective date of July 1, 2020 for the new fee for no shows and late cancelations. The required programming to the driver's license system (FastDS) must begin 4 weeks prior to the effective date.

MS 171.13 Section 1

Assume that the new fee for no shows and late cancelations will be collected by the department in person when the customer comes in to an exam station, and must be paid prior to issuance of a credential (subd 7, paragraph c).

Assume that the new fee is credited to the Driver Services Operating Account Special Revenue Fund (subd. 7, paragraph d).

In 2019 the number of appointments that were no shows or appointments that were canceled or rescheduled within 24 hours of the appointment totaled 33,359. These appointments were made up of Class D skills tests, Commercial skills tests, and Motorcycle skills. The table below shows the number breakdown by appointment type and no show/24 hour cancellation.

Appointment Type	No Shows	24 hour cancellation	Total
Class D Skills	18,202	10,395	28,597
Commercial Skills	2,315	1,052	3,367
Motorcycle Skills	1,049	346	1,395
<b>Totals</b>	<b>21,566</b>	<b>11,793</b>	<b>33,359</b>

Assume that if each no show and cancellation within 24 hours of appointment was charged \$20, then that would have totaled \$667,180 based on the 2019 data (33,359 appointments x \$20).

Assume the number of no shows or 24 hour cancellations has remained consistent in the last few years and DVS does not

anticipate a decrease in the next few years.

Assumes that 120 programming hours are required for FastDS to update the system to charge and accept the new fee.  
Assumes an hourly rate of \$200.

MS 171.13 Section 2-3:

Assume the Department of Public Safety (DPS) cannot schedule or reserve recurring times for class D skills testing with driver education programs. Eliminates standing appointments for class D skills testing.

Assume by February 1, 2021, DPS will submit to the house and senate chairs and ranking minority members of the committees with jurisdiction over transportation policy and finance a driver road test evaluation report.

**Expenditure and/or Revenue Formula**

**Fiscal Year 2020 Expenditures**

**Driver and Vehicle Services Technology Account - Special Revenue Fund:**

FastDS programming costs 120 hours x \$200/hour = \$24,000

**Fiscal Year 2021 and beyond Revenues**

**Driver Services Operating Account - Special Revenue Fund:**

33,359 No Shows & Cancellations x \$20 fee = \$667,180

**Long-Term Fiscal Considerations**

**Local Fiscal Impact**

**References/Sources**

**Agency Contact:**

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