

## MINNESOTA DEPUTY REGISTRAR'S ASSOCIATION

May 5, 2025

To: House and Senate omnibus transportation bill conferees

Fr: Minnesota Deputy Registrars Association (MDRA)

Re: Matters concerning HF 2438/SF 2082

As you deliberate a final conference committee report for the 2025 omnibus transportation budget and policy bill, we seek your favorable consideration on the following issues:

- (1) <u>Please adopt</u> the "no-fee" transaction reimbursement for deputy offices (*identical language in both house and senate versions*). This \$2.2 million annual appropriation is sourced from the DVS special revenue account and is also a governor's recommendation. It reflects a key recommendation from two previous independent expert reviews concerning deputy registrar sustainability.
- (2) <u>Please reject</u> the (*house only*) DVS proposal to expand its online offerings with driver license (DL) renewals and replacements <u>UNLESS</u> it includes <u>equitable</u> DVS revenue sharing for deputies who are DL agents. This condition was also recommended by those two independent expert reviews (*King report and Barry Dunn report*) which were commissioned by the state legislature in 2019 and 2024.

Reimbursement for "no-fee" transactions is long overdue, and it will help to offset our ongoing operational losses. <u>However, this gain will be nullified should online DL services be granted DVS without any revenue sharing!</u> DVS estimates they will capture \$2.1 million annually in filing fee revenue by pursuing this; *business that our offices currently realize*!

In short, we would forfeit a large segment of our fee-based transactions to DVS in order to be reimbursed for our "no-fee" services. Linkage of this nature is not acceptable, nor helpful.

Sincerely,

Jeff Lenarz, MDRA President Robbinsdale Deputy Registrar ilenarz@robbinsdalemn.gov