

From: Lake, Steven
To: 'SDEnglish@sc.gov' <SDEnglish@sc.gov>
CC: Caldwell, John H. <Caldwell_JohnH@scdps.state.sc.us>
Adams, Marcia S. <Adams_MarciaS@scdps.state.sc.us>
Date: 2/3/2004 6:02:43 PM
Subject: FW: Revenue Impact on DMV Proviso 24.4

Scott,

Please see the email below regarding an increase in the fees generated under Proviso 24.4. Rep. Young asked us to determine the revenue impact from this increase during our budget hearing this afternoon. Chad Walldorf was in attendance at the hearing and is aware of this issue. John Caldwell and I will give you a call tomorrow to discuss this issue and answer any questions. I just wanted you to have this information tonight.

If you have any questions, please call me at 606-3115.

Thanks,
Steven Lake

-----Original Message-----

From: Lake, Steven
Sent: Tuesday, February 03, 2004 5:59 PM
To: 'NYF@scstatehouse.net'
Cc: Adams, Marcia S.
Subject: Revenue Impact on DMV Proviso 24.4

Nicole,

As requested by Rep. Young during our budget hearing today, we have determined the amount of additional revenue that would be generated by increasing the sale of information fee authorized in Proviso 24.4 from \$6.00 to \$8.00. This \$2.00 increase in the fee would generate an estimated increase in annual revenue of \$3,971,433.

It is important to note that in order for DMV to have the authority to increase this fee from \$6.00 to \$8.00, it will be necessary to amend Proviso 24.4 to delete the line "The amount charged by the Department of Motor Vehicles for any fees collected pursuant to this proviso may not exceed the rates that the department charged as of February 1, 2001."

As DMV understood, Rep. Young is considering providing the \$2,596,944 from the increase in the Plate Transfer Fee (Proviso 24.15) to the Highway Patrol. However, DMV would like to offer that the \$2.5 million be taken from DMV's state appropriated base for the Highway Patrol and allow DMV to retain the revenue from the Plate Transfer Fee increase (Proviso 24.15) and the Sale of Information Fee increase (Proviso 24.4). By doing this, DPS (Highway Patrol) would receive all of its funding up front as opposed to receiving monthly distributions of revenue from DMV. Also, DMV's funding would remain intact and there would be no negative impact on its ability to continue providing quality customer service. It is important to note that DMV must be allowed to retain both fee increases in order for an additional \$2.5 million reduction in state appropriations not to negatively impact its operations.

If you have any questions or need additional information regarding this matter, please call me at 737-0980 or 606-3115.

Thanks,
Steven Lake