

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7224**

**BILL NUMBER:** SB 538

**NOTE PREPARED:** Mar 21, 2013

**BILL AMENDED:** Mar 21, 2013

**SUBJECT:** Various Motor Vehicle Issues.

**FIRST AUTHOR:** Sen. Wyss

**FIRST SPONSOR:** Rep. Soliday

**BILL STATUS:** CR Adopted - 2<sup>nd</sup> House

**FUNDS AFFECTED:**  **GENERAL**  
 **DEDICATED**  
 **FEDERAL**

**IMPACT:** State & Local

**Summary of Legislation:** (Amended) This bill has the following provisions:

- (1) Makes various changes to motor vehicles laws concerning credentials, convictions, and suspensions.
- (2) Amends:
  - (A) related definitions,
  - (B) certain requirements for various driver's licenses, and
  - (C) provisions concerning examinations and investigations for licenses.
- (3) Specifies minimum terms of suspension of driving privileges for various offenses.
- (4) Provides that a nonresident must be at least 16 years and 180 days of age to operate a motor vehicle on a highway.
- (5) Changes the membership of the Motorcycle Operator Safety Education Program Advisory Committee.
- (6) Makes technical corrections and corresponding changes.

**Effective Date:** July 1, 2013.

**Explanation of State Expenditures:** The majority of the provisions of this bill are technical in nature or clean up existing statute to match current practice of the Bureau of Motor Vehicles (BMV).

**Explanation of State Revenues:** *Summary:* This bill could increase the number of Class C infractions in the state. However, any increase is expected to be small.

(Revised) Additional Information:

Under current law, nonresidents who operate a motor vehicle in the state are not required to obtain an operator's license with the BMV if they are at least 16 years and 1 month old, have a valid operator's license from the nonresident's home state, and is lawfully admitted to the United States. Under the bill, these nonresidents must be at least 16.5 years old to drive in the state. Because there are states that offer operator's licenses to individuals who are less than 16.5 years old, this bill could increase the number of Class C infractions in the state.

The maximum judgment for a Class C infraction is \$500, which would be deposited in the state General Fund. However, any additional revenue is likely to be small.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** If additional court actions are filed and a judgment is entered, local governments would receive revenue from court fees. However, any additional revenue is likely to be small.

**State Agencies Affected:** BMV.

**Local Agencies Affected:** Trial courts, local law enforcement agencies.

**Information Sources:** Elizabeth Murphy, BMV.

**Fiscal Analyst:** Bill Brumbach, 232-9559.