



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 354

PRINTERS NO. 1354

PRIME SPONSOR: Folmer

COST / (SAVINGS)

FUND	FY 2011/12	FY 2012/13
Motor License Fund	\$0	See Fiscal Impact

SUMMARY: Establishes the REAL ID Nonparticipation Act. This legislation would take effect in 60 days.

ANALYSIS: This legislation would create a freestanding act entitled the REAL ID Nonparticipation Act, which will prohibit the Governor, PennDOT, and any other Commonwealth agency from participating in the Federal REAL ID Act (P.L. 109-13).

The bill also permits the Governor or the Attorney General to file an action in the appropriate court to challenge the constitutionality or legality of the REAL ID Act of 2005.

FISCAL IMPACT: According to PennDOT, the cost to implement REAL ID would be in the range of \$120 million to \$140 million over several years with approximately \$40 million to \$50 million in annual operating costs.

The implementation costs are primarily for expansion and/ or relocation of existing Driver License Centers and the build-out of additional Driver License Centers to handle the increased volume of customers. Implementation costs would also include public information, photo license technology changes and equipment, and hiring and training of site employees. The annual costs are primarily the increased lease costs of the expanded and/ or re-located Driver License Centers, site staffing costs, and increased product costs.

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House Appropriations Committee (R)

DATE: April 2, 2012

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.