



Transportation Funding Department of Motor Vehicles

Richard D. Holcomb, DMV Commissioner
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Impacts of the Economy

- Major declines in revenue
- Only 0.4% growth in FY12, FY13
- Revenue weakness in recent months

Funding Support

- Since 1999, \$152.8 million to General Fund
- \$23 million per year since 2006 in rental tax revenue for Rail Enhancement Fund
- Deficit loan in 2008 to continue operations

Cost-Saving Strategies

- \$5 fee for in-person vehicle, DL renewals
- 8-year license validity
- Online migration

Reducing Costs

- Eliminated toll-free number: \$500,000
- Discontinued online dealer by Selects: \$1.1 million
- Established e-notifications: \$400,000
- Installed debit/credit card machines: \$200,000
- Eliminated 6.4 million pieces of paper
- As of Nov. 1: \$4.6 million in total savings



Long-term Outlook

- Additional resources needed to maintain services
- Anticipated 10.5 percent revenue decline
- Rate increases for IT, VRS, healthcare
- Sustained DMV Select funding

Solutions for Sustainability

- Increase low-cost service options
- Mandate e-filing for businesses
- \$5 fee for decal renewals at DMV Selects
- Explore other surcharges



Questions?

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