



STATE OF RHODE ISLAND

**DIVISION OF MOTOR VEHICLES**

**ADMINISTRATION OFFICE**

600 New London Avenue

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May 2, 2024

The Honorable Marvin L. Abney  
Chair, House Committee on Finance  
State House  
Providence, RI 02903

**RE: 2024 H-7125 - AN ACT RELATING TO MOTOR AND OTHER VEHICLES  
– SUSPENSION OR REVOCATION OF LICENSES - VIOLATIONS**

Dear Chair Abney:

The Division of Motor Vehicles (“DMV”) writes to express concerns with the potential fiscal impact of House Bill 7125 – An Act Relating to Motor and Other Vehicles – Suspension or Revocation of Licenses - Violations.

The proposed bill would eliminate the required one hundred fifty dollar (\$150) reinstatement fee after a license revocation or suspension, as well as the required three hundred fifty dollar (\$350) fee for license reinstatement following certain alcohol related driving offenses.

The fees collected under this section of the General Laws are deposited into the general fund. Based on the five-year historical average of receipts, the Budget Office estimates that the proposed bill would result in a revenue loss of \$2.7 million per year for the fiscal years 2025 and 2026.

Additionally, pursuant to R.I. Gen. Laws § 31-2-27, the DMV assesses a technology fee of \$2.50 per transaction. These fees are deposited into a restricted receipt account, with the funds from that account being utilized for maintenance and support of the DMV’s computer system. Based on an average of 14,400 transactions annually, the Budget Office estimates a revenue loss to this restricted receipt account of \$36,000 per year for the fiscal years 2025 and 2026.

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Thank you for your consideration.

Sincerely,

A handwritten signature in black ink, appearing to read "Walter R. Craddock". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Walter R. Craddock, Esq.  
Administrator

Cc: The Honorable Members of the House Committee on Finance  
The Honorable Jason Knight  
Nicole McCarty, Esquire, Chief Legal Counsel to the Speaker of the  
House  
Thomas A. Verdi, Director, Department of Revenue