



Arkansas Department of Labor and Licensing

Asa Hutchinson
Governor

Daryl Bassett
Secretary

February 18, 2020

Via email: areym@blr.arkansas.gov

Senator Missy Irvin
Representative Richard Womack
Occupational Licensing Review Subcommittee, ALC
State Capitol
Little Rock, AR

Dear Chair Irvin and Womack;

The Arkansas Motor Vehicle Commission learned of Representative Dotson's recommendation to repeal certain occupational authorizations late last week. As a result, the agency would respectfully request to provide the Subcommittee with this letter which provides information regarding the anticipated financial impact of that recommendation.

First, the loss of revenue would immediately result in the elimination of \$200,000 per year in motor vehicle education and training grants to Arkansas high schools and higher education institutions. Attachment A is a list of those entities receiving grant funds the last few fiscal years. Attachment B is a comparison of fees with surrounding states.

In terms of lost revenue, the following licenses would be impacted with the annual income listed:

700 manufacturer/distributor representative licenses	\$280,000
5210 salesperson licenses	<u>77,650</u>
TOTAL	\$357,650

Revenues and expenditures for the Commission have been roughly equal for the past several fiscal years. For FY2019, revenues totaled \$596,277 and expenditures totaled \$529,462. There is a fund balance of \$2,347,547.

Sandy Stroope, Executive Director of the Motor Vehicle Commission will be present this afternoon to answer any questions of the Subcommittee.

Sincerely,


Denise P. Oxley
General Counsel

Arkansas Motor Vehicle Commission
Education & Training Grant Program

<u>Institution Funded</u>	<u>Amount</u>	<u>Year(s)</u>	<u>City</u>	<u>County</u>
Arkansas State University Beebe- Searcy Campus	\$50,701.51	2017 2018 2019	Beebe	White
Arkansas High School	\$11,000.00	2016	Texarkana	Miller
Arkansas State University Newport	\$11,000.00	2016	Newport	Jackson
Arkansas Tech Career Center	\$12,500.00	2018	Russellville	Pope
Arkansas Tech University- Ozark	\$12,989.00	2019	Ozark	Franklin
Black River Technical College	\$11,000.00	2016	Pocahontas	Randolph
Cabot High School	\$39,886.11	2016 2017 2018	Cabot	Lonoke
Don Tyson School of Innovation/ Springdale School of Innovation	\$25,136.11	2016 2017	Springdale	Benton/Washington
Dumas New Tech High School	\$11,000.00	2016	Dumas	Desha
Gentry High School Conversion Charter	\$28,886.11	2017 2018	Gentry	Benton
Gravette School Public Schools Western Benton County Career	\$12,989.00	2019	Gravette	Benton
Huntsville High School	\$12,989.00	2019	Huntsville	Madison
Jacksonville High School	\$12,989.00	2019	Jacksonville	Pulaski
Monticello Occupational Ed Center	\$13,750.00	2018	Monticello	Drew
National Park College	\$12,989.00	2019	Hot Springs	Garland
North Arkansas College	\$12,989.00	2019	Harrison	Boone
North Central Career Center	\$12,989.00	2019	Leslie	Searcy
Northeast Arkansas Career & Technical Center	\$13,750.00	2018	Jonesboro	Craighead
Northwest Technical Institute Automotive/Diesel	\$58,335.52	2016 2017 2018	Springdale	Benton/Washington
Ouachita Career Center	\$28,886.11	2017 2018	Malvern	Hot Spring
Pine Bluff High School	\$15,136.11	2017	Pine Bluff	Jefferson
River Valley Career Academy	\$11,000.00	2016	Morrilton	Conway
South Arkansas Community College	\$12,989.00	2019	El Dorado	Union
South Arkansas University Tech Career Center	\$23,897.00	2016 2019	Camden	Ouachita
University of Arkansas Community College Morrilton	\$11,375.86	2019	Morrilton	Conway
University of Arkansas Cossatot	\$13,750.00	2018	DeQueen	Sevier
University of Arkansas Fort Smith	\$26,136.11	2016 2017	Fort Smith	Sebastian
University of Arkansas Pulaski Technical College	\$39,886.11	2016 2017 2018	Little Rock	Pulaski
Waldron High School	\$38,525.00	2016 2017 2018	Waldron	Scott

Total Amount Funded: \$599,449.66

Motor Vehicle Licensing 2/18/2020

	Arkansas	Louisiana	Mississippi	Missouri	Oklahoma	Tennessee
New Franchised Motor Vehicle Dealers	\$100.00	\$200.00	\$100.00	\$150.00	\$300.00	\$400.00 Per Line Make
New Franchised Cycle Dealers	\$100.00	\$200.00	\$100.00	\$150.00	\$300.00	\$400.00 Per Line Make
New Franchised RV Dealers	\$100.00	\$200.00	\$100.00	\$150.00	\$300.00	\$400.00 Per Line Make
New Franchised Motor Vehicle Management/Financier/ Salesperson	\$15.00	\$30.00	\$10.00	N/A	\$25.00	\$35.00
Manufacturer/Distributor License	\$900.00	\$1,000.00	\$600.00	\$150.00	\$400.00	\$1,600 (Plus \$50 Per Franchised Dealer in TN)
Manufacturer/Distributor Representative	\$400.00	\$300.00	\$300.00	N/A	\$300.00	\$400.00