Department of Planning and Budget
2026 General Assembly Session
State Fiscal Impact Statement

PUBLISHED: 2/12/2026 8:45 AM **ORIGINAL**

Bill Number: HB545 **Patron:** McNamara
Bill Title: Driver improvement clinics; motorcycle driver improvement clinics; Motorcycle Driver Improvement Clinic Fund; created.

Bill Summary: Creates motorcycle driver improvement clinics, defined in the bill, as a subset of existing driver improvement clinics and provides requirements and parameters for the instruction and administration of the motorcycle driver improvement clinics. The bill authorizes courts to direct defendants who have committed violations while operating a motorcycle to attend a motorcycle driver improvement clinic and satisfy the requirements thereof. The bill also creates the Motorcycle Driver Improvement Clinic Fund for the operation and administration of motorcycle driver improvement clinics. The bill specifies that priority be given to the creation of motorcycle driver improvement clinics that operate as computer-based clinics.

Budget Amendment Necessary: No **Items Impacted:** N/A
Explanation: Expenses related to these clinics will be supported by existing revenues.

Fiscal Summary: The cost of motorcycle driver improvement clinics will be supported from existing registration revenues, which will reduce amounts provided to the Virginia Department of Transportation (VDOT) and the Department of Motor Vehicles (DMV) from these registrations. Any resulting impact on those agencies' operations or transportation projects is indeterminate.

Fiscal Analysis: The bill does not increase the motorcycle registration fee but redirects $3 of the base registration fee to a special fund entitled the Motorcycle Driver Improvement Clinic Fund, which may impact other VDOT and DMV operations. The DMV indicates that there are approximately 120,000 motorcycle registrations annually, which translates to approximately $360,000 annual revenue to the Motorcycle Driver Improvement Clinic Fund to support motorcycle driver improvement clinics. DMV anticipates that this amount will be sufficient to implement and maintain the motorcycle driver improvement clinics.

The table below provides the current distribution of the motorcycle registration fee, the proposed distribution as a result of this bill, and the estimated fiscal impact.

Registration Fee Distribution	Current	Proposed	Fiscal Impact - 120,000 Motorcycles
State police inspection fee	$1.50	$1.50	$0
Emergency medical services fee	$6.25	$6.25	$0
Motorcycle rider safety program	$3.00	$3.00	$0
Base registration fee - VDOT	$10.45	$8.04	($289,200)
Base registration fee - DMV	$2.55	$1.96	($70,800)
Motorcycle driver improvement clinic fund	$0.00	$3.00	$360,000
Total Registration Fee	**$23.75**	**$23.75**	

Other: SB15S1 is similar