



# SENATE BILL 607: Regulatory Reform Act of 2024, Sec. 19.2: Division of Motor Vehicles Modernization

2023-2024 General Assembly

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<b>Committee:</b>		<b>Date:</b>	August 23, 2024
<b>Introduced by:</b>		<b>Prepared by:</b>	Wendy Ray Staff Attorney
<b>Analysis of:</b>	Sec. 19.2 of S.L. 2024-45		

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**OVERVIEW:** Section 19.2 of S.L. 2024-45 provides for evaluation and oversight of Division of Motor Vehicles (DMV) modernization efforts.

*This section became effective July 9, 2024.*

**CURRENT LAW:** Previously enacted legislation (Section 11 of S.L. 2021-134) authorized the Department of Transportation (DOT) to enter into up to five contracts for information technology (IT) projects for DMV system modernization, which are exempt from Department of Information Technology (DIT) oversight and requirements. The provision requires the DOT to notify the DIT of the nature and scope of any project undertaken pursuant to the exemption and to report to the General Assembly within 30 days of entering into a contract for a project undertaken pursuant to the exemption.

**BILL ANALYSIS:** Section 19.2 of S.L. 2024-45 repeals the previously enacted exemption and requires the DOT to allow any contract entered into pursuant to the exemption to expire and prohibits renewal of those contracts.

This section also requires the DIT, in consultation with the DMV, to contract with a third-party organization to evaluate DMV's ongoing efforts to modernize its IT systems. DMV must report the evaluation's findings to the chairs of the Joint Legislative Transportation Oversight Committee, the chairs of the House and Senate Transportation Appropriations Committees, and the Fiscal Research Division. By July 1, 2025, the DMV, in consultation with DIT, must select a vendor to oversee and manage implementation of a cloud-based operating system. The vendor, in consultation with DMV and DIT, must then report quarterly on the status of the DMV's modernization efforts to the Joint Legislative Transportation Oversight Committee, the Joint Legislative Committee on Governmental Operations, the chairs of the House and Senate Transportation Appropriations Committees, and the Fiscal Research Division.

**EFFECTIVE DATE:** This section became effective July 9, 2024.

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