

Office of Regulatory Management
Economic Review Form

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| Agency name | Department of Motor Vehicles |
| Virginia Administrative Code (VAC) Chapter citation(s) | _ VAC __ - ____ |
| VAC Chapter title(s) | Motor Carrier Manual |
| Action title | Revise Motor Carrier Manual to eliminate obsolete requirements, align certain requirements with current law, and update Property and Household Goods Carriers insurance requirements based on changes from 2023 General Assembly. |
| Date this document prepared | 9/25/23 |
| Regulatory Stage (including Issuance of Guidance Documents) | |

Cost Benefit Analysis

Complete Tables 1a and 1b for all regulatory actions. You do not need to complete Table 1c if the regulatory action is required by state statute or federal statute or regulation and leaves no discretion in its implementation.

Table 1a should provide analysis for the regulatory approach you are taking. Table 1b should provide analysis for the approach of leaving the current regulations intact (i.e., no further change is implemented). Table 1c should provide analysis for at least one alternative approach. You should not limit yourself to one alternative, however, and can add additional charts as needed.

Report both direct and indirect costs and benefits that can be monetized in Boxes 1 and 2. Report direct and indirect costs and benefits that cannot be monetized in Box 4. See the ORM Regulatory Economic Analysis Manual for additional guidance.

Table 1a: Costs and Benefits of the Proposed Changes (Primary Option)

| | | |
|--|--|----------------------------|
| (1) Direct & Indirect Costs & Benefits (Monetized) | <p>Direct Costs: Describe the direct costs of this proposed change here. The changes to the property and household goods carriers insurance could result in some increased costs to carriers/ However, as these changes are mandated by law, the amendment of the guidance document to include these changes would not ultimately affect these costs.</p> <p>Indirect Costs: Describe the indirect costs of the proposed change. The proposed amendments to the guidance document do not introduce any changes that would present any indirect costs.</p> <p>Direct Benefits: Describe the direct benefits of this proposed change here. The proposed amendments to the guidance document would remove certain obsolete requirements that currently provide certain limits or requirements to carriers.</p> <p>Indirect Benefits: Describe the indirect benefits of the proposed change. The proposed amendments to the guidance document do not introduce any changes that would present any indirect benefits.</p> | |
| (2) Present Monetized Values | Direct & Indirect Costs | Direct & Indirect Benefits |
| | (a) \$0.00 | (b) \$0.00 |
| (3) Net Monetized Benefit | \$0.00 | |
| (4) Other Costs & Benefits (Non-Monetized) | Employee Hauler Carriers will now be able to transport employees from one work location to another. Removes certain fuel record reporting requirements. Removes certain audit appeal requirements. Removes certain notice requirements for common carriers. | |
| (5) Information Sources | None | |

Table 1b: Costs and Benefits under the Status Quo (No change to the regulation)

| | | |
|--|---|--|
| (1) Direct & Indirect Costs & Benefits (Monetized) | <p>Direct Costs: Describe the direct costs of this proposed change here. Maintenance of the status quo may result in property and household goods carriers being unaware of updated insurance requirements that could result in them being out of compliance with legal requirements.</p> <p>Indirect Costs: Describe the indirect costs of the proposed change. Maintenance of the status quo would result in the retaining outdated burdensome requirements.</p> <p>Direct Benefits: Describe the direct benefits of this proposed change here.</p> | |
|--|---|--|

| | | |
|--|---|----------------------------|
| | <p>Maintenance of the status quo would not present any direct benefits.</p> <p>Indirect Benefits: Describe the indirect benefits of the proposed change. Maintenance of the status quo would not present any indirect benefits.</p> | |
| (2) Present Monetized Values | Direct & Indirect Costs | Direct & Indirect Benefits |
| | (a) \$0.00 | (b) \$0.00 |
| (3) Net Monetized Benefit | \$0.00 | |
| (4) Other Costs & Benefits (Non-Monetized) | \$0.00 | |
| (5) Information Sources | None | |

Table 1c: Costs and Benefits under Alternative Approach(es)

| | | |
|--|---|----------------------------|
| (1) Direct & Indirect Costs & Benefits (Monetized) | <p>Direct Costs: Describe the direct costs of this proposed change here. As the sole alternative is the status quo, the alternative approach would not present any direct costs.</p> <p>Indirect Costs: Describe the indirect costs of the proposed change. As the sole alternative is the status quo, the alternative approach would not present any indirect costs.</p> <p>Direct Benefits: Describe the direct benefits of this proposed change here. As the sole alternative is the status quo, the alternative approach would not present any direct benefits.</p> <p>Indirect Benefits: Describe the indirect benefits of the proposed change. As the sole alternative is the status quo, the alternative approach would not present any indirect benefits.</p> | |
| (2) Present Monetized Values | Direct & Indirect Costs | Direct & Indirect Benefits |
| | (a) \$0.00 | (b) \$0.00 |
| (3) Net Monetized Benefit | \$0.00 | |
| (4) Other Costs & Benefits (Non-Monetized) | \$0.00 | |

| | |
|-------------------------|--|
| (5) Information Sources | None. The sole alternative is maintenance of the status quo. |
|-------------------------|--|

Impact on Local Partners

Use this chart to describe impacts on local partners. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 2: Impact on Local Partners

| | | |
|--|---|----------------------------|
| (1) Direct & Indirect Costs & Benefits (Monetized) | <p>Direct Costs: Describe the direct costs of this proposed change here. The proposed amendment to the guidance document does not introduce any changes that would present any direct costs to local partners outside what is addressed above.</p> <p>Indirect Costs: Describe the indirect costs of the proposed change. The proposed amendment to the guidance document does not introduce any changes that would present any indirect costs to local partners outside what is addressed above.</p> <p>Direct Benefits: Describe the direct benefits of this proposed change here. The proposed amendment to the guidance document does not introduce any changes that would present any direct benefits to local partners outside what is addressed above.</p> <p>Indirect Benefits: Describe the indirect benefits of the proposed change. The proposed amendment to the guidance document does not introduce any changes that would present any indirect benefits to local partners outside what is addressed above.</p> | |
| (2) Present Monetized Values | Direct & Indirect Costs | Direct & Indirect Benefits |
| | (a) \$0.00 | (b) \$0.00 |
| (3) Other Costs & Benefits (Non-Monetized) | \$0.00 | |
| (4) Assistance | As there are no direct or indirect costs associated with this change, assistance is not required. | |
| (5) Information Sources | None | |

Impacts on Families

Use this chart to describe impacts on families. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 3: Impact on Families

| | | |
|--|---|----------------------------|
| (1) Direct & Indirect Costs & Benefits (Monetized) | <p>Direct Costs: Describe the direct costs of this proposed change here. The proposed amendment to the guidance document does not introduce any changes that would present any direct costs to families outside what is addressed above.</p> <p>Indirect Costs: Describe the indirect costs of the proposed change. The proposed amendment to the guidance document does not introduce any changes that would present any indirect costs to families outside what is addressed above.</p> <p>Direct Benefits: Describe the direct benefits of this proposed change here. The proposed amendment to the guidance document does not introduce any changes that would present any direct benefits to families outside what is addressed above.</p> <p>Indirect Benefits: Describe the indirect benefits of the proposed change. The proposed amendment to the guidance document does not introduce any changes that would present any indirect benefits to families outside what is addressed above.</p> | |
| (2) Present Monetized Values | Direct & Indirect Costs | Direct & Indirect Benefits |
| | (a) \$0.00 | (b) \$0.00 |
| (3) Other Costs & Benefits (Non-Monetized) | \$0.00 | |
| (4) Information Sources | None | |

Impacts on Small Businesses

Use this chart to describe impacts on small businesses. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 4: Impact on Small Businesses

| | |
|--|--|
| (1) Direct & Indirect Costs & Benefits (Monetized) | <p>Direct Costs: Describe the direct costs of this proposed change here. The proposed amendment to the guidance document does not introduce any changes that would present any direct costs to small businesses outside what is addressed above.</p> |
|--|--|

| | | |
|--|---|----------------------------|
| | <p>Indirect Costs: Describe the indirect costs of the proposed change. The proposed amendment to the guidance document does not introduce any changes that would present any indirect costs to small businesses outside what is addressed above.</p> <p>Direct Benefits: Describe the direct benefits of this proposed change here. The proposed amendment to the guidance document does not introduce any changes that would present any direct benefits to small businesses outside what is addressed above.</p> <p>Indirect Benefits: Describe the indirect benefits of the proposed change. The proposed amendment to the guidance document does not introduce any changes that would present any indirect benefits to small businesses outside what is addressed above.</p> | |
| (2) Present Monetized Values | Direct & Indirect Costs | Direct & Indirect Benefits |
| | (a) \$0.00 | (b) \$0.00 |
| (3) Other Costs & Benefits (Non-Monetized) | \$0.00 | |
| (4) Alternatives | As noted above, the sole alternative is maintenance of the status quo. | |
| (5) Information Sources | None. | |

Changes to Number of Regulatory Requirements

Table 5: Regulatory Reduction

For each individual action, please fill out the appropriate chart to reflect any change in regulatory requirements, costs, regulatory stringency, or the overall length of any guidance documents.

Change in Regulatory Requirements

| VAC Section(s) Involved* | Authority of Change | Initial Count | Additions | Subtractions | Net Change |
|--------------------------|-----------------------|---------------|-----------|--|--|
| Motor Carrier Manual | Statutory: | | 6 | 1 | +5 |
| | Discretionary: | | 0 | 11 | -11 |
| | | | | Total Net Change of Statutory Requirements: | +5 |
| | | | | Total Net Change of Discretionary Requirements: | -11 total -10 regulant, -1 agency |

Cost Reductions or Increases (if applicable)

| VAC Section(s) Involved* | Description of Regulatory Requirement | Initial Cost | New Cost | Overall Cost Savings/Increases |
|--------------------------|---------------------------------------|--------------|----------|--------------------------------|
| | | | | |
| | | | | |

Other Decreases or Increases in Regulatory Stringency (if applicable)

| VAC Section(s) Involved* | Description of Regulatory Change | Overview of How It Reduces or Increases Regulatory Burden |
|--------------------------|----------------------------------|---|
| | | |
| | | |

Length of Guidance Documents (only applicable if guidance document is being revised)

| Title of Guidance Document | Original Length | New Length | Net Change in Length |
|----------------------------|-----------------|--------------|----------------------|
| Motor Carrier Manual | 15,288 words | 15,593 words | +305 words |
| | | | |

*If the agency is modifying a guidance document that has regulatory requirements, it should report any change in requirements in the appropriate chart(s).