Good afternoon Representative Pugh,

I have recently been contacted by Karen Vastine regarding the proposed language in H-249 "Reach Up Initiative". The Department of Motor Vehicles does support the proposed language that allows waiving the purchase & use tax for Reach up participations. DMV began working on this initiative with Department for Children and Families last fall. We have also evaluated the potential financial impact. This proposal does not impact federal funds currently received by the Agency of Transportation. The estimated cost to waive these fees is \$30K a year (based on 60 participants). There would be a very small impact to the education fund, estimated under \$10K.

Please let me know if you need any additional information or would like testimony this week.

Best regards,

Wanda

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