

## Rule Summary and Fiscal Analysis

### Part A - General Questions

**Rule Number:** 4501-1-06  
**Rule Type:** No Change  
**Rule Title/Tagline:** Insurance coverage.  
**Agency Name:** Department of Public Safety  
**Division:**  
**Address:** 1970 West Broad Street PO Box 182081 Columbus OH 43218-2081  
**Contact:** Joseph Kirk  
**Email:** jakirk@dps.ohio.gov **Phone:** 614-466-5605

#### I. Rule Summary

1. **Is this a five year rule review?** Yes
  - A. **What is the rule's five year review date?** 10/16/2017 and 10/01/2022

2. **Is this rule the result of recent legislation?** No
3. **What statute is this rule being promulgated under?** 119.03
4. **What statute(s) grant rule writing authority?** 4511.76
5. **What statute(s) does the rule implement or amplify?** 4511.76, 4511.763
6. **What are the reasons for proposing the rule?**

The rule is being filed according to Chapter 106.03 ORC five year review.

7. **Summarize the rule's content, and if this is an amended rule, also summarize the rule's changes.**

This rule explains the minimum insurance requirements to maintain a pupil transportation license.

8. **Does the rule incorporate material by reference?** No

9. **If the rule incorporates material by reference and the agency claims the material is exempt pursuant to R.C. 121.71 to 121.76, please explain the basis for the exemption and how an individual can find the referenced material.**

*Not Applicable*

10. **If revising or re-filing the rule, please indicate the changes made in the revised or re-filed version of the rule.**

*Not Applicable*

## **II. Fiscal Analysis**

11. **As a result of this proposed rule, please estimate the increase / decrease in revenues or expenditures affecting this agency, or the state generally, in the current biennium or future years. If the proposed rule is likely to have a different fiscal effect in future years, please describe the expected difference and operation.**

This will have no impact on revenues or expenditures.

0.00

Not applicable.

12. **What are the estimated costs of compliance for all persons and/or organizations directly affected by the rule?**

The estimated cost of compliance for the minimum insurance requirements set forth in this rule, as well as the requirement for performance bonds set forth in 4501-1-07 (it is typical that both be purchased together), is \$900 per school bus annually.

13. **Does the rule increase local government costs? (If yes, you must complete an RSFA Part B). No**

14. **Does the rule regulate environmental protection? (If yes, you must complete an RSFA Part C). No**

## **III. Common Sense Initiative (CSI) Questions**

15. **Was this rule filed with the Common Sense Initiative Office? Yes**

16. **Does this rule have an adverse impact on business? Yes**

- A. Does this rule require a license, permit, or any other prior authorization to engage in or operate a line of business? No**

The insurance coverage is a requirement for a pupil transportation license.

- B. Does this rule impose a criminal penalty, a civil penalty, or another sanction, or create a cause of action, for failure to comply with its terms? Yes**

The director shall not issue a license to any person, and may revoke, suspend, or take other appropriate action on any license held by any person who does not have or does not maintain the required insurance.

- C. Does this rule require specific expenditures or the report of information as a condition of compliance? Yes**

The estimated cost of compliance for the minimum insurance requirements set forth in this rule, as well as the requirement for performance bonds set forth in 4501-1-07 (it is typical that both be purchased together), is \$900 per school bus annually.