

DMV Information about Dishonored Checks

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When “No Pay No Play” took effect in February 2014, the balance of outstanding dishonored checks totaled \$1,632,246.30. As of April 2019, the total outstanding balance of dishonored checks is \$1,407,702.43—a reduction of \$224,543.87.

Although the total amount of outstanding returned checks has only dropped by \$200K, DMV has experienced a change in collections since the implementation of “No Pay No Play”.

- In FY2013, DMV’s balance of dishonored checks increased by \$186,093.09 over the amount of dishonored check collections.
- However, in FY2014 DMV’s balance of dishonored checks increased by only \$10,065.26 over the amount of dishonored check collections.
- Since FY2015, DMV has consistently collected over the total amount of dishonored checks received during each fiscal year resulting in a continual reduction of the old outstanding balance.
- Given the amount of implementation cost of the equipment to process checks electronically at point of sale verses the continued success DMV has experienced with the “No Pay No Play” program, DMV feels the “No Pay No Play” program is the most efficient process of collecting dishonored checks at this time. DMV will continue to look at options going forward to process checks electronically.
- DMV also participates in the DOR Debt Setoff Program to collect on the old, outstanding dishonored checks which do not fall under the “No Pay No Play” program.

Dishonored Check History below:

- FY13 – DMV had \$705,991.73 in **new** returned checks and collected \$519,898.64 in outstanding bad checks
- FY14 – DMV had \$498,103.28 in new returned checks and collected \$488,038.02 in outstanding bad checks ** No Pay, No Play began in February of this Fiscal Year
- FY15 – DMV had \$457,788.35 in **new** returned collected \$460,630.12 in outstanding bad checks
- FY16 – DMV had \$413,323.15 in **new** returned and collected \$480,627.45 in outstanding bad checks
- FY17 – DMV had \$416,080.54 **new** returned and collected \$421,724.88
- FY18 – DMV had \$705,017.44 **new** returned and collected \$711,607.08
- FY19 – DMV, through the month of April, has had \$443,556.88 **new** returned – amount collected not yet available

As of April 2019, the total outstanding balance of dishonored checks = \$1,407,702.43.