

Occupational Licensing Industry News

OLIN 2020-06

New TVS Requirements

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Issue Date: June 1, 2020

New Information

Effective July 1, 2020, new legislation (Assembly Bill 708, Chapter 307, Statutes of 2019) establishes additional licensing requirements for all existing and new Traffic Violator Schools (TVSs).

Procedures

All TVS owners applying for an original license or renewing an existing license on or after July 1, 2020, must comply with the following requirements for each TVS:

- Maintain a bond of \$15,000 with the Department of Motor Vehicles (DMV). If the TVS does not have a current bond on file with DMV or the bond amount on file is less than \$15,000, they must procure and file a bond of \$15,000 with DMV.
- Have or request a name that does not include a cost, price, or amount of the course, unless the name accurately reflects the cost of the course.
- Maintain an office or place of business that:
 - Is not located within 50 feet of another licensed TVS.
 - Is a separate and enclosed space consisting of a minimum of 100 square feet with a lockable entry door.
 - Is open to the public and maintains regular business hours Monday through Friday, excluding state and federal holidays.
 - Has an operator or employee in the office or place of business during regular business hours.

NOTE: These requirements are in addition to all other existing licensing requirements identified in *California Vehicle Code* §11202 and *California Code of Regulations*, Title 13, Article 4.7.

Based on this new legislation, DMV is working to make conforming changes to the Deposit Agreement and Assignment (OL 25E), Request for DMV Approval of a Traffic Violator School Name (OL 612), Traffic Violator School Owner Surety Bond (OL 714), and Traffic Violator School (TVS) Owner Surety Bond (Who Offers Home Study or Internet Instruction) (OL 704B) forms.

Compliance for New and Existing TVSs Effective July 1, 2020

All current licensed TVS owners **must** meet all additional requirements identified in this memo upon renewal. Failure to meet the additional requirements will result in denial of a TVS owner license renewal until the requirements are met.

New TVS owner applicants must meet all licensing requirements, including those identified in this memo, prior to being licensed.

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Background

Changes are being made to the TVS program procedures, publications, and forms to comply with new legislation effective July 1, 2020.

References

California Code of Regulations Title 13, Article 4.7

California Vehicle Code §11202

Assembly Bill 708 (Frazier, Chapter 307, Statutes of 2019)

Distribution

Notification that this memo is available at **dmv.ca.gov** was made via California DMV's Automated Email Alert System in June 2020 to the following:

- Traffic Violator School Owners
- Traffic Violator School Operators

Contact

Questions regarding this memo may be directed to DMV's Commercial Licensing Policy at (916) 657-6550.