



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: HB 238 HLS 11RS 518
Bill Text Version: ENGROSSED
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: May 23, 2011 6:01 PM Author: LAMBERT
Dept./Agy.: Public Safety, Office of Motor Vehicles Analyst: Greg Albrecht
Subject: State Highway Improvement Fund (SHIF)

FUNDS/FUNDING EG -\$1,900,000 GF RV See Note Page 1 of 1
Provides relative to deposits into the State Highway Improvement Fund

Current law dedicates registration and license fees and taxes on trucks and trailers to the State Highway Improvement Fund. The Fund is used for state highway system projects that are not eligible for federal highway assistance funding.

Proposed law deletes the reference to trucks and trailers. This makes it clear that all registration and license fees, not otherwise dedicated, are dedicated to the State Highway Improvement Fund.

Effective July 1, 2012.

Table with 7 columns: EXPENDITURES/REVENUES, 2011-12, 2012-13, 2013-14, 2014-15, 2015-16, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

The Office of Motor Vehicles will incur staff time costs of up to \$5,000 to modify and test the vehicle registration accounting and financial systems.

REVENUE EXPLANATION

The State Highway Improvement Fund (SHIF) was established by Act 708 of 2006 RS (HB 728) with the expectation that all vehicle registration and license fees and taxes, not already dedicated to the Transportation Trust Fund and Highway Fund #2, would be dedicated to this new special fund.

This bill will insure that any other collections not associated with trucks and trailers will be allocated to SHIF. Those affected collections are estimated to be approximately \$1.9 million per year; total license collections estimated for FY12 (\$109 million) less estimated allocations for the Transportation Trust Fund (\$54.3 million), Highway Fund #2 (\$9.2 million), and the State Highway Improvement Fund in the absence of this bill (\$43.6 million).

Senate Dual Referral Rules House
[X] 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} [X] 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}
[] 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} [] 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}
H. Gordon Monk
Legislative Fiscal Officer