

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 60** SLS 17RS 26
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

| | |
|---------------------------------------------------------------|-----------------------------------|
| Date: May 9, 2017 5:28 PM | Author: WALSWORTH |
| Dept./Agy.: Transportation and Development | Analyst: Alan M. Boxberger |
| Subject: Designates portions of certain state highways | |

ROADS/HIGHWAYS RE +\$2,200 SG EX See Note Page 1 of 1
 Designates portions of certain state highways in memory of certain police officers. (8/1/17)

Proposed law designates a portion of US Highway 425 between Stokes Bayou and La Highway 1242 in the unincorporated community of Chase, in Franklin Parish, as the "Trooper Bobby Smith 'Vision of Courage' Memorial Highway." Proposed law additionally designates that portion of US Highway 165 between La Highway 134 and a point two and one-half miles south of La Highway 134 near the town of Sterlington, in Ouachita Parish, as the "Sterlington Police Officer David Elahi Memorial Highway." Proposed law directs DOTD to erect and maintain appropriate signage reflecting these designations.

| EXPENDITURES | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | \$2,200 | \$0 | \$0 | \$0 | \$0 | \$2,200 |
| Ded./Other | \$0 | SEE BELOW | SEE BELOW | SEE BELOW | SEE BELOW | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Annual Total | \$2,200 | | | | | \$2,200 |

| REVENUES | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | INCREASE | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Annual Total | | \$0 | \$0 | \$0 | \$0 | \$0 |

EXPENDITURE EXPLANATION

Proposed law will create a direct and indirect increase in expenditures. DOTD will expend approximately \$2,200 of local and/or private monies (designated as SGR) for the material, fabrication cost, mounting posts and installation required for the installation of four signs (approximately \$550 each or \$1,100 per designation). Two signs will designate a portion of US Highway 425 between Stokes Bayou and La Highway 1242 in the unincorporated community of Chase, in Franklin Parish. An additional two signs will designate a portion of US Highway 165 between La Highway 134 and a point two and one-half miles south of La Highway 134 near the town of Sterlington, in Ouachita Parish. DOTD installs and maintains signage as a normal operating expense associated with maintaining the state highways.

The indirect increase in expenditures is attributable to the long-term maintenance and possible replacement costs for damaged or destroyed signs. The maintenance cost over time should be negligible, but to the extent that additional signage is added to the department's inventory each year, the department's effort to maintain them increases incrementally.

Material and labor costs for any new signage is estimated to recur every 10 years in perpetuity, as roadway signs must be replaced due to age or damage.

For illustrative purposes, the 2016 Regular Session of the Legislature resulted in ten Acts requiring DOTD to fabricate and install 20 signs. The initial cost incurred due to these legislative actions is estimated to be \$35,000 in FY 17, exclusive of long-term maintenance and replacement costs.

REVENUE EXPLANATION

Proposed law directs DOTD to erect and maintain signs of the aforementioned designations provided local or private monies are received by the department to fabricate and install the signs. The LFO assumes a one-time SGR collection of \$2,200 for the department's use for material, fabrication, mounting and installing four signs (approximately \$550 each or \$1,100 per designation).

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux
Evan Brasseaux
Staff Director