



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **SB 260** SLS 24RS 448

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 26, 2024 10:20 AM	Author: CLOUD
Dept./Agy.: Department of Transportation and Development	Analyst: Kimberly Fruge
Subject: Special Permit for Heavy Equipment	

TRANSPORTATION/DEV DEPT EG DECREASE SD RV See Note Page 1 of 1
Provides for transfer of commercial truck permits from truck to truck within the same company. (8/1/24)

Current law provides for a special permit to transporters of heavy equipment and sets the maximum fee at \$2,500. Proposed law provides that these permits may be amended or transferred between vehicles four times per calendar year.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

Proposed law will likely result in a decrease in revenues deposited into the Transportation Trust Fund - Regular (TTF-R) as a result of allowing companies to amend or transfer heavy equipment permits. The Department of Transportation and Development is unable to estimate how many permits may be transferred between vehicles under proposed law. Currently, the department has the authority to transfer a permit once at its discretion. Proposed law allows a total of four transfers.

For illustrative purposes, in 2023 the department issued 1,528 heavy equipment permits at \$2,500 for a total revenue of \$3,820,000. The number of companies that will seek to transfer permits between trucks cannot be determined. DOTD estimates that if eligible companies use the maximum allowable transfers per permit, the department would issue approximately 747 total permits and realize a revenue loss of \$1,952,500 to the TTF-R. This would likely be a maximum exposure. The LFO believes the actual impacts would likely be significantly lower than this estimate.

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}

Patrice Thomas
Deputy Fiscal Officer