



**LEGISLATIVE FISCAL OFFICE
Fiscal Note**

Fiscal Note On: **HB 732** HLS 26RS 1001
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **w/ SEN COMM AMD**
 Proposed Amd.:
 Sub. Bill For.:

| | |
|--|-----------------------------------|
| Date: April 26, 2026 5:23 PM | Author: OWEN, CHARLES |
| Dept./Agy.: Department of Public Safety | Analyst: Katherine Granier |
| Subject: Temporary waiver of fees | |

MTR VEHICLE/OFFICE RE1 DECREASE SG RV See Note Page 1 of 1
 Provides for a temporary waiver of fees for final delinquent debt based on special circumstances

Present law (R.S. 32.8) allows the Office of Motor Vehicles (OMV) to refer debts that are due 180 days or more and final for collections through the Office of Debt Recovery, while notifying debtors of payment options and possible fees.

Proposed law retains present law but grants the Commissioner of the OMV, or their designee, emergency authority to temporarily waive or suspend fines, fees, penalties, or license suspensions for up to 30 days to allow access to life-sustaining medical treatment, provided documentation is obtained from a healthcare provider.

| EXPENDITURES | 2026-27 | 2027-28 | 2028-29 | 2029-30 | 2030-31 | 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 | 2026-27 | 2027-28 | 2028-29 | 2029-30 | 2030-31 | 5 -YEAR TOTAL |
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | DECREASE | \$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 |

EXPENDITURE EXPLANATION
 There is no anticipated direct material effect on governmental expenditures as a result of this measure. Any administrative processing and reviewing of waiver requests are expected to be minimal and can be absorbed within existing resources.

REVENUE EXPLANATION
 Proposed law will have a nominal or temporary decrease in SGR collections for OMV. Because penalties and fees can be temporarily waived for up to a limited period, the state may experience short-term delays in collecting certain OMV revenues. However, the underlying debt is not forgiven. Fees and penalties can still be collected later once the waiver period ends.


Proposed law will result in a significant decrease in revenues for FY27, primarily those derived from road usage fees imposed on hybrid vehicles. Based on current registration data reported by OMV, there are 15,460 electric vehicles and 75,848 hybrid vehicles subject to these fees. Under current law, annual fee collections are estimated to generate approximately \$6.2 M in revenue. Proposed amendment removes hybrid vehicles from the fee structure, resulting in a decrease of approximately \$4.5 M in SGR collections.

The Department of Revenue (LDR) reported revenue collections of \$284,371 in FY 24 and \$381,515 in FY 25 for both electric and hybrid vehicles. It is important to note that these collections were voluntary under LDR and therefore do not reflect full compliance or total potential revenue. Responsibility for collections transferred from LDR to OMV in 2026. As of 4/21/26, OMV reports total collections of \$967,386, including \$262,836 from electric vehicles and \$704,550 from hybrid vehicles.

For illustrative purposes: Usage Fee SGR Collections (2026 with Registered Vehicles):

| Vehicle Type | Fee | # of Vehicles | Current Law Revenue | Proposed Law Revenue |
|------------------------|-------|---------------|---------------------|----------------------|
| Electric Vehicles (EV) | \$110 | 15,460 | \$1,700,600 | \$1,700,600 |
| Hybrid | \$60 | 75,848 | \$4,550,880 | \$0 (Eliminated) |
| Total | | 91,308 | \$6,251,480 | \$1,700,600 |

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| <p><u>Senate</u> <u>Dual Referral Rules</u></p> <p><input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}</p> <p><input checked="" type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}</p> | <p><u>House</u></p> <p><input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}</p> <p><input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}</p> |
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