

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 45** SLS 16RS 251
 Bill Text Version: **ENROLLED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 25, 2016 2:06 PM	Author: MORRISH
Dept./Agy.: Transportation and Development	
Subject: Designates the interchange of I-10 with LA 99	Analyst: Alan M. Boxberger

ROADS/HIGHWAYS EN +\$6,676 SD EX See Note Page 1 of 1

Designates the interchange of I-10 (Exit 54) with LA 99 in Welsh, LA, Jefferson Davis Parish, as the "SP4 Donald C. Gillett Memorial Interchange". (8/1/16)

Proposed law designates the intersection of Interstate 10 (Exit 54) and La Hwy 99 in Welsh as the "SP4 Donald C. Gillett Memorial Interchange." Proposed law directs DOTD to erect and maintain appropriate signage reflecting this designation.

Proposed law designates a portion of La Hwy 14 in the city of Abbeville as a Blue Star Memorial Highway and directs DOTD to erect and maintain a monument to such effect.

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$6,676	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$6,676
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$6,676					\$6,676

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	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

EXPENDITURE EXPLANATION

Proposed law will create a direct and indirect increase in expenditures. DOTD will expend approximately \$3,316 of TTF-Regular for the material, fabrication cost, mounting posts and installation required for the installation of four signs (approximately \$829 each) designating the intersection of Interstate 10 (Exit 54) and LA Hwy 99 in Welsh. DOTD will expend an additional amount of approximately \$3,360 for the material, fabrication cost, mounting posts and installation required to erect two large signs (approximately \$1,680 each) designating a portion of La Hwy 14 in the City of Abbeville as a Blue Star Memorial Highway. DOTD installs and maintains signage as a normal operating expense associated with maintaining the state highways.

The indirect increase in expenditures is attributable 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 efforts to maintain them increase 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 2015 Regular Session of the Legislature resulted in six Acts requiring DOTD to fabricate and install 30 signs. The initial cost incurred due to these legislative actions is estimated to be \$50,000 during FY 16, exclusive of long-term maintenance and replacement costs.

REVENUE EXPLANATION

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

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

John D. Carpenter
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Legislative Fiscal Officer