

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 889** HLS 18RS 1805  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

|   |                             |
|---|-----------------------------|
| <b>Date:</b> April 22, 2018 12:36 PM                            | <b>Author:</b> LANDRY, T.   |
| <b>Dept./Agy.:</b> Department of Transportation and Development | <b>Analyst:</b> Ryan Guidry |
| <b>Subject:</b> Increase certain special permit fees            |                             |

MOTOR VEHICLES OR INCREASE SD RV See Note Page 1 of 1  
 Provides relative to special permit fees

Proposed law increases fees for certain special permits and requires the fees be increased by an amount equal to the percent increase in average consumer price index beginning August 2019 and once every five years thereafter.

| EXPENDITURES        | <u>2018-19</u> | <u>2019-20</u> | <u>2020-21</u> | <u>2021-22</u> | <u>2022-23</u> | <u>5 -YEAR TOTAL</u> |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd.      | \$0            | \$0            | \$0            | \$0            | \$0            | \$0                  |
| Agy. Self-Gen.      | \$0            | \$0            | \$0            | \$0            | \$0            | \$0                  |
| Ded./Other          | SEE BELOW      |                      |
| 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>           |
| <b>Annual Total</b> |                |                |                |                |                |                      |

  

| REVENUES            | <u>2018-19</u> | <u>2019-20</u> | <u>2020-21</u> | <u>2021-22</u> | <u>2022-23</u> | <u>5 -YEAR TOTAL</u> |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd.      | \$0            | \$0            | \$0            | \$0            | \$0            | \$0                  |
| Agy. Self-Gen.      | \$0            | \$0            | \$0            | \$0            | \$0            | \$0                  |
| Ded./Other          | INCREASE       | INCREASE       | INCREASE       | INCREASE       | INCREASE       |                      |
| 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>           |
| <b>Annual Total</b> |                |                |                |                |                |                      |

**EXPENDITURE EXPLANATION**

Proposed law will result in increased deposits into the statutorily dedicated Transportation Trust Fund (TTF) which provides for the general operating, maintenance, and capital construction costs of the Department of Transportation and Development.

**REVENUE EXPLANATION**

Proposed law will increase revenue for the statutorily dedicated Transportation Trust Fund (TTF) by an indeterminable amount. Proposed law increases the fees charged for certain special permits (see table below) issued by the Department of Transportation and Development (DOTD). The exact number of special permits that will be issued in each fiscal year is unknown, but revenues derived from special permit fees will increase by approximately \$20 M annually. DOTD issued 223,321 special permits in FY16 and generated \$23,071,837. For illustrative purposes, those same 223,321 permits would have generated \$43,693,707 under the special permit fee in proposed law, for an increase in \$20,621,871.

Proposed law provides that the special permit fees listed below will increase by an amount equal to the average consumer price index (CPI) as published by the United States Department of Labor, bureau or labor statistics, between the figures for the 2017 and 2018 beginning in August of 2019, and every five years thereafter. The first CPI increase would occur in FY 20 and remain static until the next CPI adjustment in FY 25.

Special Permit Fees Being Adjusted

- Special harvest season permit (annual) from \$10 to \$17.
- Refuse (annual) from \$10 to \$16.
- Refuse - overweight (annual) from \$1,000 to \$1,842.
- Solid Waste (annual) from \$50 to \$83.
- Containerized Cargo - Sealed Class 1 (annual) from \$50 to \$90.
- Containerized Cargo - Sealed Class 2 (annual) from \$500 to \$900.
- Liquid Bulk (annual) from \$200 to \$359.
- Cotton Modules (annual) from \$50 to \$82.
- Sugarcane (annual) from \$100 to \$165.
- Agronomic/Horticultural, timber cutting and logging equipment from \$100 to \$156.
- Non-critical off-road equipment (annual) from \$1,000 to \$1,509.
- Overweight (annual) from \$2,500 to \$3,671.
- Certain one-way sealed containerized cargo (annual) from \$750 to \$1,023
- Bagged rice (annual) from \$500 to \$572.
- Overweight (including size) single trip and critical off-road equipment (semiannual) for various increases.

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*  


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**Evan Brasseaux**  
**Staff Director**