

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 901** HLS 18RS 3277
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.: **HB 889**

Date: May 1, 2018 7:02 AM	Author: LANDRY, T.
Dept./Agy.: Department of Transportation and Development	Analyst: Ryan Guidry
Subject: Increase certain special permit fees	

MOTOR VEHICLES EG +\$3,088,811 SD RV See Note Page 1 of 1
 Provides relative to special permit fees

Proposed law requires all annual and semiannual weight permit fees be increased cumulatively by the same percentage as the percentage the Consumer Price Index is increased from the last adjustment of the fee until 2018, using the 2018 calendar year; restricts an increase from exceeding \$200 annually rounded to the nearest dollar beginning Aug. 2019; and prohibits the reduction of the adjusted fee. Proposed law requires all annual, semiannual, and single trip weight permits be increased by the same percentage as the percentage the Consumer Price Index is increased based upon the previous calendar year, with the increase rounded up to the nearest dollar beginning Jan. 1, 2029. Proposed law requires all annual, semiannual, and single trip weight permit fees be increased every five years based on the Consumer Price Index from the end of the previous year beginning in Jan. of 2034; limits the amount of increases to \$200 annually rounded to the nearest dollar; and prohibits the reduction of the adjusted fee. Proposed law requires all single trip weight permit fees be increased by 100% of the same percentage the consumer price index is increased based upon the last adjustment of the fee until 2018, using the 2018 calendar year; requires the increase be applied in 10% equal installments yearly over 10 years until the 100% increase is reached with the increase rounded up to the nearest dollar; and prohibits the adjusted fees from being reduced beginning in Aug. of 2019.

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>	\$0
Annual Total						
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	\$3,088,811	\$5,220,610	\$7,352,408	\$9,484,207	\$11,616,006	\$36,762,042
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>	\$0
Annual Total	\$3,088,811	\$5,220,610	\$7,352,408	\$9,484,207	\$11,616,006	\$36,762,042

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 approximately \$36.8 M over the five year scope of this fiscal note. Proposed law increases the fees for annual and semiannual weight permits issued by the Department of Transportation and Development (DOTD) by the same percentage as the percentage the Consumer Price Index (CPI) is increased from the last adjustment of the fee until 2018, not to exceed \$200 (see table below), and increases single trip weight permit fees by 100% of the CPI increase from the last adjustment of the fee until 2018, phased in by 10% each fiscal year from FY 19 to FY 29. DOTD issued 223,321 special permits in FY 16 and generated \$21,369,146. Based on these figures, proposed law would generate the following additional estimated revenues in each fiscal year: \$3,088,811 in FY 19; \$5,220,610 in FY 20; \$7,352,408 in FY 21; \$9,484,207 in FY 22; and \$11,616,006 in FY 23.

Proposed law provides that all annual, semiannual, and single trip weight permit fees will increase by the percentage increase of the CPI on 1/1/29; and beginning 1/1/34 and every 5 years thereafter, the fees shall increase based upon the CPI not to exceed \$200.

Special Permit Fees Being Adjusted (FY 19, not to be adjusted again until FY 29)

- Special harvest season permit (annual) from \$10 to \$17.
- Refuse (annual) from \$10 to \$16.
- Refuse - overweight (annual) from \$1,000 to \$1,200.
- Timber Cutting/Logging Equipment from \$100 to \$157.
- Annual Overweight (including size) from \$2,500 to \$2,700.
- Containerized Cargo (Sealed Class 1) from \$50 to \$91.
- Liquid Bulk from \$200 to \$351.
- Containerized Cargo (Sealed Class 2) from \$500 to \$700.
- Solid Waste (3 axles) from \$50 to \$84.
- Agronomic/Horticultural/Sugarcane from \$100 to \$157.
- Cotton Modules from \$50 to \$84.
- Annual non-Critical Off-Road from \$1,000 to \$1,200.
- Bagged Rice from \$500 to \$700.

Phased implementation of Single trip and semiannual critical off-road equipment (10% cumulative increase beginning FY 19)
 Overweight (including size) single trip and semiannual critical off-road equipment for 10%, incremental increases.

<p><u>Senate</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>Dual Referral Rules</u></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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