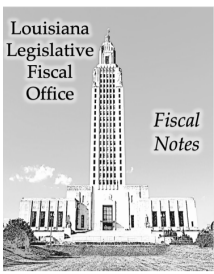


LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 732** HLS 26RS 1001
 Bill Text Version: **ENROLLED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: June 1, 2026 5:02 PM **Author:** OWEN, CHARLES
Dept./Agy.: Department of Public Safety **Analyst:** Katherine Granier
Subject: Temporary waiver of fees

MTR VEHICLE/OFFICE EN 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 result in 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 FY 27, 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. Proposed law transfers responsibility for collections 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

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