	LEGISLATIVE FISCAL OFFICE Fiscal Note									
Louisiana			Dn: <b>HB</b>	366 HLS	5 14RS	1152				
- Legiative		Bill Text Version: ORIGINAL								
Fisquintice		Opp. Chamb. Action:								
		Proposed Am	nd.:							
		Sub. Bill F	or.:							
Date: March 4, 2014	7:47 AM		Author: PEARSON							
Dept./Agy.: Public Safety										
Subject: License Plates			Analyst	: Matthew L	aBruyer	9				
MTR VEHICLE/LICEN PLATES		OR INCREASE SG EX See Note			Page	1 of				

MTR VEHICLE/LICEN PLATES OR INCREASE SG EX See Note Creates the "Distinguished Service Cross Recipient" military honor license plate

<u>Proposed law</u> requires the Secretary of the Department of Public Safety and Corrections to establish a motor vehicle military honor license plate for Distinguished Service Cross Recipients. <u>Proposed law</u> provides that the fee is the regular motor vehicle license fee. This license plate will be restricted to passenger cars, pickup trucks, recreational vehicles and vans. <u>Proposed law</u> provides that the secretary shall adopt rules governing the transfer of license plates from one vehicle to another and the disposition of such license plates.

EXPENDITURES	2014-15	<u>2015-16</u>	2016-17	2017-18	2018-19	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	SEE BELOW					
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
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>
Annual Total						
REVENUES	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	<b>\$</b> 0	\$0	<b>\$</b> 0	40	40	+-
Federal Funds	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0

## **EXPENDITURE EXPLANATION**

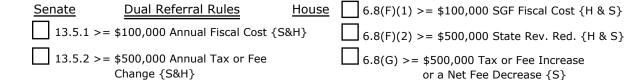
The proposed law will result in an indeterminable increase in state expenditures for supplies associated with the manufacture of license plates. The proposed legislation will require 3,700 in supply purchases to manufacture 1,000 "Distinguished Service Cross Recipient" plates at a cost of 3.70 per plate ( $3.70 \times 1,000 = 3,700$ ). To the extent additional plates are needed, the costs will increase to accommodate the purchase of each additional plate. The legislation does not require 1,000 plates, but DPS estimates 1,000 will be needed to supply each Motor Vehicle Office.

The Department of Public Safety (DPS) indicates the proposed law may require approximately 120 hours of overtime for the Information Services Section at an average cost of \$32 per hour (\$32 x 120 = \$3,840) plus associated Medicare expenses (\$3,840 x 1.45% = \$56), or a total of \$3,896 in personal services. The legislation will require programming and database modifications performed by IT Applications Analysts to support the new license plate. <u>The Legislative Fiscal Office believes that any additional IT work associated with this legislation will be incremental in nature, and that the Department can potentially accomplish these tasks utilizing existing resources and budget authority. To the extent that numerous pieces of legislation are enacted that require additional programming efforts, the Department may require additional resources.</u>

NOTE: R.S. 47:490.1 specifically provides for military plates being unique and distinct from prestige plates, are issued to an easily identified class of individuals, are often issued and renewed without additional fees, do not require a minimum number of applicants, and are not used to raise funds for institutions or organizations.

## **REVENUE EXPLANATION**

<u>There is no anticipated direct material effect on governmental revenues as a result of this measure</u>. This legislation provides for the newly created plates to charge regular motor vehicle registration license fees. Current law provides for these license plates to be issued in the same manner as other motor vehicle license plates (R.S. 47:463).



Evan Brasseaux

Evan Brasseaux Staff Director