

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB** 537 HLS 14RS 1036

Bill Text Version: ENROLLED

Opp. Chamb. Action: Proposed Amd.:

Date: May 28, 2014 8:39 AM

Sub. Bill For.:

Dept./Agy.: Public Safety

MTR VEHICLE/REGISTRATION

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Subject: Vehicle License Taxes

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Provides notification to new resident vehicle owners of the time limit for paying vehicle license taxes

<u>Proposed law</u> requires the office of motor vehicles to notify new residents upon the issuance of a driver's license or a special identification card that an owner of a motor vehicle has 30 days from the date of notification to pay such taxes before penalties and interest begin to accrue.

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

EXPENDITURE EXPLANATION

The proposed law may result in an indeterminable increase in state expenditures for notifying new residents to pay state vehicle license taxes. The Department of Public Safety indicates the proposed law may require approximately 80 hours of overtime for the Information Services Section at an average cost of \$32 per hour ($$32 \times 80 = $2,560$) plus associated Medicare expenses ($$2,560 \times 1.45\% = 37), or a total of \$2,597 in personal services. The legislation will require modifications to the Driver's License Issuance system to print verbiage on the payment receipt showing new residents the need to pay motor vehicle license taxes. 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 SGR resources and budget authority. To the extent that numerous pieces of legislation are enacted that require additional programming efforts, the Department may require SGF resources.

REVENUE EXPLANATION

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

<u>Senate</u> 13.5.1 >= 9	<u>Dual Referral Rules</u> \$100,000 Annual Fiscal Cost {S{	House &H}	Evan	Brasseaux
	\$500,000 Annual Tax or Fee		Evan Brassea Staff Director	