HOUSE SUMMARY OF SENATE AMENDMENTS

House Bill No. 1252 by Representative Foil

MTR VEHICLE/DRIVER LIC: Provides that drivers' licenses be renewed every six years

Synopsis of Senate Amendments

- 1. Made technical changes.
- 2. Changed effective date from February 1, 2015 to July 1, 2015.
- 3. Changed "State Police Pension and Retirement Fund" to "Louisiana State Police Retirement System Fund"
- 4. Creates the Office of Motor Vehicles Driver's License Escrow Fund and the Office of Motor Vehicles Handling Fee Escrow Fund to hold the funds from the increased fees until such time comes for them to be appropriated.
- 5. Added Jefferson Parish as a parish that can levy a \$6 fee for each service or transaction carried out as an operation of an OMV field office that is not fully funded by the state.

Digest of Bill as Finally Passed by Senate

<u>Present law</u> provides that applicants for Class "D" and "E" driver's licenses or renewal of a Class "D" or "E" driver's license, except bona fide New Orleans residents, shall pay a basic license fee of \$28.50. \$7.43 of the fee shall be paid to the Louisiana State Police Retirement System Fund. \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the basic license fee of \$28.50 to \$42.75 and provides that \$11.15 shall go to the Louisiana State Police Retirement System Fund and \$1.50 shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that the fee for Class "D" driver's licenses or renewal of a Class "D" driver's license issued to a resident of New Orleans shall be \$36.00, and \$10.00 shall be payable to the board of trustees of the police pension fund of the city of New Orleans. \$1.23 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the \$36.00 fee <u>to</u> \$54.00, and provides that \$15.00 shall be payable to the board of trustees of the police pension fund of the city of New Orleans. \$1.84 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that there shall be a \$5.00 fee for an emergency vehicle endorsement for any vehicle group. <u>Proposed law</u> raises the \$5.00 fee to a \$7.50 fee.

<u>Present law</u> provides that a Class "D" and "E" driver's license expires on the anniversary of the birthday of the applicant which is nearest to a period of four years subsequent to the issuing of the license.

<u>Proposed law</u> changes the four-year period to a six-year period.

<u>Present law</u> provides that applicants for a Class "E" driver's license or for a renewal of a Class "E" driver's license, except bona fide residents of New Orleans, shall pay a basic

license fee of \$13.50. \$3.75 shall be paid to the Louisiana State Police Retirement System Fund, and \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the basic license fee for a Class "E" driver's license or renewal of a Class "E" driver's license, except for residents of New Orleans, from \$13.50 to \$20.25. \$5.63 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that the fee for a Class "E" driver's license or for renewal of a Class "E" driver's license for a resident of New Orleans shall be \$13.50. \$2.50 of the fee shall be paid to the board of trustees of the police pension funds of the city of New Orleans, and \$2.50 of the fee shall be paid to the Louisiana State Police Retirement System Fund. \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the basic license fee for a Class "E" driver's license or renewal of a Class "E" driver's license for a resident of New Orleans <u>from</u> \$13.50 <u>to</u> \$20.25, and \$3.75 of the fee shall be paid to the board of trustees of the police pension fund of the city of New Orleans. \$3.75 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that applicants for Class "A", "B", or "C" commercial driver's licenses or for renewal of those licenses, except for residents of New Orleans, shall pay a basic license fee of \$41.00. \$10.80 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the basic license fee for Class "A", "B", and "C" driver's licenses or renewals of those licenses, except residents of New Orleans, <u>from</u> \$41.00 <u>to</u> \$61.00. \$16.20 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that the fee for a basic Class "A", "B", or "C" driver's license or for the renewal of a Class "A", "B", or "C" driver's license for residents of New Orleans shall be \$51.00. \$10.00 of the fee shall be paid to the board of trustees of the police pension fund of the city of New Orleans, and \$10.00 of the fee shall be paid to the Louisiana State Police Retirement System Fund. \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the fee for a basic Class "A", "B", or "C" driver's license or for renewals of such license for residents of New Orleans <u>from</u> \$51.00 <u>to</u> \$76.50. \$15.00 of the fee shall be paid to the board of trustees of the police pension fund of the city of New Orleans, and \$15.00 of the fee shall be paid to the Louisiana State Police Retirement System Fund. \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that there shall be a fee of \$5.00 for each endorsement to the basic licenses listed in R.S. 32:408(B). <u>Proposed law</u> increases the \$5.00 fee to \$7.50.

<u>Present law</u> provides that a Class "A", "B", and "C" commercial driver's license shall expire on the anniversary of the birthday of the applicant which is nearest to a date of four years subsequent to the issuing of the license.

Proposed law changes the four-year period to a six-year period.

<u>Present law</u> provides that every applicant 70 years of age or older for a Class "E" driver's license or for a renewal of a Class "E" driver's license, except bona fide residents of New Orleans, shall pay a basic license fee of \$4.50. \$0.50 of the fee shall be paid to the office of state police. \$1.50 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the basic license fee for a person 70 years of age or older for a Class "E" driver's license or renewal of such license <u>from</u> \$4.50 to \$6.75. \$0.75 of the fee shall be paid to the office of state police, \$2.75 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that applicants 70 years of age or older for a Class "D" driver's license or for a renewal of such license, except residents of New Orleans, shall pay a basic license fee of \$14.75. \$3.71 shall be paid to the Louisiana State Police Retirement System Fund, and \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> changes the basic license fee for a person 70 years of age or older for a Class "D" driver's license or for a renewal of such license, except residents of New Orleans, to \$22.13. \$5.56 shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that applicants 70 years of age or older for a Class "E" driver's license or for renewal of a Class "E" driver's licenses who are residents of New Orleans shall pay a basic license fee of \$4.50. \$1.00 of the fee shall be paid to the board of trustees of the police pension fund of the city of New Orleans, and \$1.00 of the fee shall be paid to the Louisiana State Police Retirement System Fund. \$1.00 of the fee shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> increases the basic license fee that applicants 70 years of age or older for a Class "E" driver's license or for renewal of a Class "E" driver's license who are residents of New Orleans <u>from</u> \$4.50 to \$6.75. \$1.50 of the fee shall be paid to the board of trustees of the police pension fund of the city of New Orleans, \$1.50 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 of the fee shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that applicants 70 years of age or older for a Class "D" driver's license or for renewal of a Class "D" driver's license who are residents of New Orleans shall pay a basic license fee of \$18.50. \$5.00 of the fee shall be payable to the board of trustees of the police pension fund of the city of New Orleans, \$0.61 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.00 shall be forwarded to the litter abatement and education account.

<u>Proposed law</u> increases the basic license fee that applicants 70 years of age or older for a Class "D" driver's license or for renewal of a Class "D" driver's license who are residents of New Orleans <u>from</u> \$18.50 to \$27.75. \$7.50 of the fee shall be payable to the board of trustees of the police pension fund of the city of New Orleans, \$0.92 of the fee shall be paid to the Louisiana State Police Retirement System Fund, and \$1.50 shall be forwarded to the litter abatement and education account.

<u>Present law</u> provides that the addition of a motorcycle or motor scooter endorsement to a basic license will require the payment of an additional fee of \$8.00. If the motorcycle endorsement is to any license which is valid for less than four years, the fee for the endorsement will be \$4.00.

<u>Proposed law</u> changes the four-year period <u>to</u> a six-year period and increases the additional fee of \$8.00 <u>to</u> \$12.00. Proposed law also changes the \$4.00 endorsement fee <u>to</u> \$6.00.

<u>Present law</u> provides that \$5 from the fee for a motorcycle or motor scooter endorsement to a basic license, or the amount of \$2 from the fee if the motorcycle endorsement for any person is to a license that is valid for only less than four years shall be credited to the Bond Security and Redemption Fund.

<u>Proposed law</u> changes the four-year period <u>to</u> a six-year period. Provides that \$7.50 from the fee for a motorcycle or motor scooter endorsement to a basic license, or the amount of \$3.00

from the fee if the motorcycle endorsement for any person is to a license that is valid for only less than four years shall be credited to the Bond Security and Redemption Fund.

<u>Present law</u> provides that the office of motor vehicles shall collect a handling charge of \$8.00 for new applications, renewals, duplicates, and valid without photo Class "D" and "E" drivers' licenses. Provides that \$2.50 of the fee charged for any handling fee charged or collected shall be forwarded to the state treasurer for deposit into the Office of Motor Vehicles Customer Service and Technology Fund.

<u>Proposed law</u> increases the handling fee for new applications, renewals, duplicates, and valid without photo Class "D" and "E" drivers' licenses <u>to</u> \$12.00. Provides that \$3.75 on Class "D" and "E" driver's license transactions, and \$2.50 of the fee charged for all other handling fees shall be forwarded to the state treasurer for deposit into the Office of Motor Vehicles Customer Service and Technology Fund.

Proposed law creates the Office of Motor Vehicles Driver's License Escrow Fund and the Office of Motor Vehicles Handling Fee Escrow Fund, which are special funds in the state treasury. It provides that after compliance with Article VII, Section 9(B) of the Constitution and after a sufficient amount is allocated to pay the obligations secured by the full faith and credit of the state, the treasurer shall pay an amount equal to 1/3 of the monies received by the state treasury pursuant to R.S. 32:412 into the Office of Motor Vehicles Driver's License Escrow Fund. The state treasurer shall pay an amount equal to 1/3 of the monies received by the state treasury pursuant to R.S. 32:412.1 into the Office of Motor Vehicles Handling Fee Escrow Fund. Of the monies escrowed into the Office of Motor Vehicles Driver's License Escrow Fund, 1/2 shall be appropriated in Fiscal Years 2020, 2026, and 2032, and 1/2 shall be appropriated in Fiscal Years 2021, 2027, and 2033. Of the monies escrowed into the Office of Motor Vehicles Handling Fee Escrow Fund, 1/2 shall be appropriated in Fiscal Years 2021, 2027, and 2033.

<u>Present law</u> provides that the governing authority of any local government subdivision is authorized to levy a fee for each service or transaction carried out as an operation of an office of motor vehicles field office that is not fully funded by the state. Except as provided by <u>present law</u>, the fee shall not exceed \$3.00 per service or transaction. The fee may be levied in an amount not to exceed \$4.00 by the local governing authority of Orleans Parish.

<u>Proposed law</u> provides that the fee charged by local government subdivisions for services and transactions carried out as operations of an office of motor vehicles field office shall not exceed \$4.50, except as provided by <u>present law</u>. The fee may be levied in an amount not to exceed \$6.00 by the local governing authorities of Orleans and Jefferson Parishes.

Proposed law provides that this Act shall become effective July 1, 2015.

(Amends R.S. 32:412(A)(1),(2),(3),(4)(a) and (b)(introductory paragraph), (5), (6), (7)(a) and (b)(introductory paragraph), (B)(1), (2), (5), (7)(a)(i) and (ii)(introductory paragraph), (b)(i) and (ii)(introductory paragraph), (c)(i) and (ii)(introductory paragraph), (d)(i) and (ii)(introductory paragraph), (e)(i)(aa), (bb)(introductory paragraph), (cc), (dd), and (ee), and (ii)(aa), (cc),(dd) and (ee) and (C), 32:412.1(B)(C)(D), and 32:429(A); Enacts R.S. 32:412.1(E) and 412.3; Repeals R.S. 32:412.1(A)(1))