

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 631** HLS 25RS 474
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 25, 2025	1:40 PM	Author: BAYHAM
Dept./Agy.: Motor Vehicles		Analyst: John McKay
Subject: Fees associated with updating the name on a driver's license		

MTR VEHICLE/DRIVER LIC OR DECREASE SG RV See Note Page 1 of 1
 Reduces the fee applicable to updating a name on a driver's license

Proposed legislation reduces the fee for applicants updating the name on a Class A, B, C, D, or E driver's license to \$10. Proposed measure exempts the reduced fee of \$10 from the required contributions in present law. Proposed measure provides that the renewal date on the original license must remain unchanged on the updated license.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$33,732	\$0	\$0	\$0	\$0	\$33,732
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	\$33,732	\$0	\$0	\$0	\$0	\$33,732

REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
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						

EXPENDITURE EXPLANATION

Proposed measure will result in a one-time increase in SGR expenditures for the Department of Public Safety, Office of Motor Vehicles (OMV) by \$33,732 in FY 26, related to updating the current OMV database and reporting system to add a new field for the \$10 fee, enabling OMV to track charges related to name changes. The Office of Technology Services (OTS) will need to develop, test, and implement the required changes to the driver's license system. OTS would perform this work at an estimated 350 hours of overtime by a Senior Application Developer (350 hours x \$95 per hour = \$33,250 x 1.45% Medicare tax = \$482; a total of \$33,732).

REVENUE EXPLANATION

Proposed measure will decrease SGR in the Department of Public Safety, Office of Motor Vehicles (OMV), by an indeterminable amount, to the extent that applicants request the issuance of a new driver's license solely for the purpose of updating the name displayed on their current license. Proposed legislation reduces the fee for applicants updating the name on their Class A, B, C, D, or E driver's license to \$10. Fees for renewals and duplicate driver's licenses vary depending on the license class and whether the applicant resides in New Orleans. OTS reports that the mainframe system is not capable of tracking how many individuals visit an OMV location each year solely to update the name on a driver's license. However, for reference, the table below shows the incremental fee changes based on license class and residency status.

<u>License Class</u>	<u>New Orleans Resident</u>	<u>Current Fee</u>	<u>Proposed Fee</u>	<u>Difference</u>
A, B, or C	Non-New Orleans	\$61.50	\$10.00	(\$51.50)
A, B, or C	New Orleans	\$76.50	\$10.00	(\$66.50)
D	Non-New Orleans	\$42.75	\$10.00	(\$32.75)
D	New Orleans	\$54.00	\$10.00	(\$44.00)
D (Age 70+)	Non-New Orleans	\$22.13	\$10.00	(\$12.13)
D (Age 70+)	New Orleans	\$27.75	\$10.00	(\$17.75)
E	Non-New Orleans	\$20.25	\$10.00	(\$10.25)
E	New Orleans	\$20.25	\$10.00	(\$10.25)

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
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