## **RÉSUMÉ DIGEST**

## ACT 11 (HB 111) 2016 First Extraordinary Session Marcelle

Existing law authorizes the office of motor vehicles to collect certain fees related to suspension of an operator's license (R.S. 32:57.1) and automobile insurance requirement violations (R.S. 32:863 and 863.1). Further provides that such fees are due within 60 days of the date of the notice to pay these fees and that after 60 days these fees shall be considered final delinquent debt.

<u>Existing law</u> requires the office of motor vehicles to refer all final delinquent debt to the office of debt recovery within the Dept. of Revenue for collection.

<u>Prior law</u> required the delinquent debt referred to the office debt recovery to be deposited into the Debt Recovery Fund, with \$25 million to be utilized for the office of state police. Further required up to \$11 million of delinquent debt to be appropriated to the office of state police to implement the new state police pay grid and \$42 million to be appropriated to the Dept. of Transportation and Development for off-system bridge construction and repair.

New law repeals prior law.

<u>Prior law</u> required that delinquent debt recovered by the office of debt recovery be deposited into the Debt Recovery Fund. After satisfying warrants drawn upon the fund for the return of nonstate monies, unexpended and unencumbered monies in the fund at the end of a fiscal year were to remain in the fund unless appropriated.

<u>New law</u> eliminates the Debt Recovery Fund and requires that monies collected by the office of debt recovery be transferred to the state agency which referred delinquent debt to the office of debt recovery for collection within 30 days of the collection. Further requires monies transferred to the referring agency to be used, subject to an appropriation, as they would have been, had they been timely collected.

Effective upon signature of governor (March 9, 2016).

(Amends R.S. 32:8(B) and R.S. 47:1676(E)(1); Repeals R.S. 47:1676(E)(2) and (3))