

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 687** HLS 17RS 2582

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.: **HB 606**

<b>Date:</b> May 31, 2017 6:32 PM	<b>Author:</b> HAVARD
<b>Dept./Agy.:</b> Dept. of Public Safety, Office of Motor Vehicles	<b>Analyst:</b> Zachary Rau
<b>Subject:</b> Terms of Contracts with Public Tag Agents	

MOTOR VEHICLES RE SEE FISC NOTE SG EX See Note Page 1 of 1  
Clarifies contract requirements relative to public license tag agents

Proposed law requires the Dept. of Public Safety, Office of Motor Vehicles to provide contract renewal information to PTAs at least 60 days prior to the expiration of the contract. Proposed law further provides that PTAs must return renewal documentation no less than 30 days prior to expiration of the contract. Proposed law requires the Dept. of Public Safety, Office of Motor Vehicles (OMV) to provide contract non-renewal information to PTAs at least 60 days prior to the expiration of the contract, and cite causes for non-renewal outlined in present law. Proposed law provides for automatic renewal of the contract for two years, subject to the payment of the renewal fee and surety bond provisions in present law, if renewal OMV does not comply with proposed law. Proposed law allows for the expiration of contracts with PTAs if PTAs do not comply with provisions of present and proposed law. Proposed law requires the OMV to promulgate rules to conform with the provisions of proposed law. Present law allows OMV to suspend, revoke, cancel, or impose restrictions on PTAs under contract. Proposed law states that OMV must notify PTAs in writing that it is not authorized to operate for it to be considered a cause for suspension, revocation, cancellation, or restriction. Proposed law adds new causes for penalty for PTAs. Proposed law removes provision of present law prohibiting a stay of OMV action regarding a cause for penalty in the event a PTA requests an administrative hearing.

<b>EXPENDITURES</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>						

<b>REVENUES</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Provisions of proposed law concerning OMV promulgating rules and mailing notices of renewal/non-renewal of contracts with public tag agents may increase SGR expenditures by a marginal amount. The Legislative Fiscal Office assumes that the marginal administrative expenditure increase can be absorbed using existing resources and budget authority.

**REVENUE EXPLANATION**

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

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}

*Evan Brasseaux*  


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**Evan Brasseaux**  
**Staff Director**