

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



Fiscal Note On: **SB 21** SLS 18RS 96  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> March 14, 2018 1:23 PM	<b>Author:</b> GATTI
<b>Dept./Agy.:</b> DOTD	
<b>Subject:</b> Designates a portion of I-20 in Bossier Parish	<b>Analyst:</b> Alan M. Boxberger

ROADS/HIGHWAYS OR +\$2,260 SD EX See Note Page 1 of 1

Designates a portion of Interstate 20 in Bossier Parish as the "Louisiana State Trooper Huey P. Grace Memorial Highway". (8/1/18)

Proposed law designates a portion of Interstate 20 in Bossier Parish as the "Louisiana State Trooper Huey P. Grace Memorial Highway." Proposed law directs DOTD to erect and maintain appropriate signage reflecting this designation provided local or private monies are received by the department equal to the department's actual cost for material, fabrication, mounting posts and installation of each sign, not to exceed \$550 per sign.

<b>EXPENDITURES</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$1,100	\$0	\$0	\$0	\$0	\$1,100
Ded./Other	\$2,260	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$2,260
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$3,360</b>					<b>\$3,360</b>

<b>REVENUES</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>5 -YEAR TOTAL</b>
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	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Proposed law will create a direct and indirect increase in expenditures. DOTD will expend approximately \$3,360 (\$2,260 Statutory Dedications from the TTF-Regular and \$1,100 local and/or private monies - designated as SGR) for the material, fabrication cost, mounting posts and installation required for the installation of two signs (approximately \$1,680 each). Two signs will designate a portion of Interstate 20 in Bossier Parish as the "Louisiana State Trooper Huey P. Grace Memorial Highway." DOTD installs and maintains signage as a normal operating expense associated with maintaining the state highways.

**NOTE:** Proposed law restricts the total cost for material, fabrication, mounting posts, and installation of the signs to not exceed a sum of \$550 each, to be generated by local or private monies. However, the fabrication and installation costs for signage on interstates exceed that of US and state routes. Signs installed on interstate highways must meet all Federal Highway Administration fabrication and installation standards and the estimated cost for a sign to be placed on these highways totals approximately \$1,680 each. To meet FHWA standards, DOTD must install a concrete base, utilize steel mainline supports, and installation requires heavy equipment (augers and platform).

The indirect increase in expenditures is attributable to the long-term maintenance and possible replacement costs for damaged or destroyed signs. The maintenance cost over time should be negligible, but to the extent that additional signage is added to the department's inventory each year, the department's effort to maintain them increases incrementally.

**Material and labor costs for any new signage is estimated to recur every 10 years in perpetuity, as roadway signs must be replaced due to age or damage.**

For illustrative purposes, the 2017 Regular Session of the Legislature resulted in twelve Acts requiring DOTD to fabricate and install 34 signs (including the same provision of local or private monies to cover costs not to exceed \$550 per sign). The initial cost incurred due to these legislative actions is estimated to be \$27,740 in FY 18, exclusive of long-term maintenance and replacement costs.

**REVENUE EXPLANATION**

Proposed law directs DOTD to erect and maintain signs of the aforementioned designations provided local or private monies are received by the department to fabricate and install the signs. The LFO assumes a one-time SGR collection of \$1,100 for the department's use for material, fabrication, mounting and installing two signs (approximately \$550 each). These revenues will not provide for full cost recovery due to higher fabrication and installation costs for interstate signage (see above).

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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