

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



Fiscal Note On: **SB 443** SLS 18RS 659  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> March 21, 2018 5:50 PM	<b>Author:</b> BISHOP, W.
<b>Dept./Agy.:</b> Dept. of Public Safety/Office of Motor Vehicles	<b>Analyst:</b> Ryan Guidry
<b>Subject:</b> Reduce notice of noncompliance fines for certain vehicles	

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 Reduces the fines for failure to maintain compulsory motor vehicle liability security. (8/1/18)

Present law provides the following penalties on vehicles registered in another state for failure to maintain evidence of compulsory motor vehicle liability insurance: first offense - \$100; second offense - \$250; and third and subsequent offense - \$500.

Proposed law changes the penalties on vehicles registered in another state provided in present law as follows: first offense from \$100 to \$50; second offense from \$250 to \$150; and third and subsequent offense from \$500 to \$300.

Proposed law clarifies that the Office of Motor Vehicles is responsible for issuing the notice of noncompliance provided for in present law.

<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	<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>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</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	<b>\$0</b>
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>\$0</b>
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

Proposed law will have an indeterminable impact on revenues for the Department of Public Safety (DPS), Office of Motor Vehicles (OMV).

Proposed law reduces the penalties for failure to maintain evidence of compulsory motor vehicle liability insurance imposed on vehicles registered in another state that are involved in an accident in Louisiana. Proposed law reduces these penalties as follows: first offense from \$100 to \$50; second offense from \$250 to \$150; and third and subsequent offense from \$500 to \$300. To the extent that penalties are collected, \$50 of the first offense penalty and \$100 dollars from the second offense penalty are deposited into the statutorily dedicated Insurance Verification System Fund. The balance of the penalties are collected as SGR for OMV.

However, OMV reports that these penalties are not currently being collected. Vehicles registered in another state that are involved in an accident in Louisiana that are unable to show proof of a valid policy of automobile insurance are issued a notice of noncompliance by law enforcement. This notice of noncompliance is then reported to OMV which is unable to attach the notice of noncompliance for a vehicle registered in another state to any record in the current OMV system. Therefore OMV is unable to collect the penalties assessed for vehicles registered in another state.

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**