

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



Fiscal Note On: **SB 29** SLS 20RS 145  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> March 4, 2020 12:19 PM	<b>Author:</b> MIZELL
<b>Dept./Agy.:</b> Department of Transportation and Development	<b>Analyst:</b> Alan M. Boxberger
<b>Subject:</b>	

ROADS/HIGHWAYS OR +\$1,100 SG EX See Note Page 1 of 1  
 Designates a portion of Louisiana Highway 38 inTangipahoa Parish the "Deputy R.A. Kent Memorial Highway". (8/1/20)

**Proposed law** designates a portion of Louisiana Highway 38 in Tangipahoa Parish as the "Deputy R.A. Kent 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 costs for material, fabrication, mounting posts, and installation of each sign, not to exceed the sum of \$550 per sign.

EXPENDITURES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$1,100	\$0	\$0	\$0	\$0	\$1,100
Ded./Other	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$1,100</b>					<b>\$1,100</b>
REVENUES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	\$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>

**EXPENDITURE EXPLANATION**

**Proposed law** will create a direct and indirect increase in expenditures. DOTD will expend approximately \$1,100 local and/or private monies - designated as SGR for the material, fabrication cost, mounting posts and labor required for the installation of two signs (approximately \$550 each). The signs will designate a portion of Louisiana Highway 38 in Tangipahoa Parish as the "Deputy R.A. Kent Memorial Highway." DOTD installs and maintains signage as a normal operating expense associated with maintaining the state highways.

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 cumulative 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.** These expenditures will be made from the statutorily dedicated Transportation Trust Fund - Regular.

For illustrative purposes, the 2019 Regular Session of the Legislature resulted in six Acts requiring DOTD to fabricate and install 18 signs (including the provision of local or private monies to cover costs). The initial cost incurred due to these legislative actions is estimated to be \$11,550 SGR in FY 19, exclusive of long-term maintenance and replacement costs.

**REVENUE EXPLANATION**

**Proposed law** directs DOTD to erect and maintain signs of the aforementioned designation 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).

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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