

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 223** SLS 23RS 220

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 9, 2023	11:18 AM	Author: MORRIS, JAY
Dept./Agy.: Office of Motor Vehicles		Analyst: Patrice Thomas
Subject:		

PUBLIC SFTY/CORRECT DEPT OR +\$53,848 LF RV See Note Page 1 of 1
Increases the transaction fee for processing office of motor vehicles transactions in the city of West Monroe. (8/1/23)

Present law authorizes local governments to levy a \$4.50 fee on each service or transaction carried out in the Office of Motor Vehicles field office in their respective subdivision. Proposed law authorizes the City of West Monroe to levy a fee not to exceed \$8. Proposed law effective 8/01/2023.

EXPENDITURES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	SEE BELOW	\$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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total		\$0	\$0	\$0	\$0	\$0

REVENUES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>	<u>5 -YEAR TOTAL</u>
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	<u>\$53,848</u>	<u>\$53,848</u>	<u>\$53,848</u>	<u>\$53,848</u>	<u>\$53,848</u>	\$269,240
Annual Total	\$53,848	\$53,848	\$53,848	\$53,848	\$53,848	\$269,240

EXPENDITURE EXPLANATION

Proposed law will result in a one-time IT programming expenditure of \$142 (assumed to be SGF) in the Department of Public Safety (DPS), Office of Motor Vehicles (OMV) for programming changes to the OMV system. DPS reports the Office of Technology Services (OTS) would perform the programming changes at an estimated 2 hours of overtime by an IT Management Consultant 1 Senior Developer (2 hours x \$85 per hour = \$140 x 1.45% Medicare tax = \$2; Total of \$142). The Legislative Fiscal Office believes that the department can potentially accomplish these tasks utilizing existing resources and budget authority as similar changes are enacted annually by legislative instruments and paid from base funding. To the extent that numerous pieces of legislation are enacted that require additional programming efforts, DPS may require additional resources.

REVENUE EXPLANATION

Proposed law will increase Local Funds revenue to the city of West Monroe by \$53,848. The proposed law increases the transaction fee collected in OMV field offices within West Monroe by \$3.50 from the current fee of \$4.50 to \$8 under this measure. Although OMV collects the transaction fee, OMV is pass-through agency for these funds, which will be distributed to the city of West Monroe.

Based on historical information from the past three years, an average of 15,385 transactions are processed in OMV field offices in West Monroe. Therefore, the proposed law is anticipated to increase revenue by \$53,848 (15,385 average transactions x \$3.50 fee increase).

Transactions West Monroe OMV Field Offices	
FY 2020	18,250
FY 2021	12,534
FY 2022	<u>15,370</u>
Average	15,385

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

Evan Brasseaux
Interim Deputy Fiscal Officer