



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 758** HLS 16RS 438
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 4, 2016 4:06 PM	Author: PUGH
Dept./Agy.: Public Safety/Office of Motor Vehicles	Analyst: Zachary Rau
Subject: School Bus Inspection Fee Increases	

MTR VEHICLE/INSPECTION OR INCREASE SG RV See Note Page 1 of 1
 Provides relative to school bus inspection fees

Present law provides that fees for personal motor vehicles inspections are \$10. Present law regarding fees associated with personal motor vehicle inspections applies to inspections of student transportation vehicles (i.e. school buses). Proposed law increases inspection fees for student transportation vehicles to \$20 on January 1, 2017, and to \$30 on January 1, 2018. Proposed law provides for the disposition of fees for student transportation vehicle inspections. Proposed law states that the adjustment of headlights for student transportation vehicles shall be included in the inspection at no additional cost. Proposed law states that the legislature recognizes that a student transportation vehicle inspection is more extensive than that of a personal motor vehicle, and that the fee increases are based on the differences in the two inspections.

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
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>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
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						

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

Proposed law will increase self-generated revenues for the Dept. of Public Safety & Corrections (DPS) by an indeterminable amount. Inspection fees for student transportation vehicles are \$10, the same amount for a personal use motor vehicle, of which DPS retains \$5.25 (\$1.25 to OMV, \$4.00 to State Police). The operator of the motor vehicle inspection station retains the remaining balance of the fee.

The proposed legislation increases the inspection fee for student transportation vehicles by \$10 beginning on January 1, 2017, from \$10 to \$20. Furthermore, the proposed legislation increases the inspection fee for student transportation vehicles once more on January 1, 2018, aligning it with the \$30 fee charged for inspection of commercial vehicles pursuant to LA R.S. 1306(C)(5). As a result, DPS will receive \$5.75 (\$1.75 to OMV, \$4.00 to State Police, an increase of \$0.50 over the current fee retention) of each \$20 fee levied in FY 17 and \$6.25 (\$2.25 to OMV, \$4.00 to State Police, an increase of \$1.00 over the current fee retention) of each \$30 fee levied in FY 18 and in subsequent fiscal years. Similar to present law, the operator of the motor vehicle inspection station retains the remaining balance of the fee after both increases.

DPS currently reports that 3,855 school buses have active registrations statewide. To the extent all buses renew registrations, the following net fee increases will occur as outlined in the chart below. In addition, the chart assumes that half of renewals will occur in each six month period. Because the proposed legislation has effective dates of January 1, 2017 and January 1, 2018, the chart is broken down into two six month periods for fee collections, as DPS will retain these revenues as follows: \$5.25 in the first half of FY 17; \$5.75 for the second half of FY 17 and first half of FY 18; and \$6.25 for the second half of FY 18 and subsequent fiscal years. The exact increase is indeterminable and subject to the number of school buses being inspected annually statewide.

	FY 17	FY 18	FY 19	FY 20	FY 21
Jul. - Dec.	\$10,120	\$11,083	\$12,047	\$12,047	\$12,047
Jan. - Jun.	\$11,083	\$12,047	\$12,047	\$12,047	\$12,047
Total New Fee Collections	\$21,203	\$23,130	\$24,094	\$24,094	\$24,094
Total Current Fee Collections	\$20,239	\$20,239	\$20,239	\$20,239	\$20,239
Net Increase	\$964	\$2,891	\$3,855	\$3,855	\$3,855

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}	<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	

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