

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 638** HLS 21RS 308

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 7, 2021	4:23 PM	Author: HILFERTY
Dept./Agy.: Office of Motor Vehicles		Analyst: Patrice Thomas
Subject: Exempts Fees for Change of Address on Driver's License		

MTR VEHICLE/DRIVER LIC RE DECREASE SG RV See Note
Provides relative to driver's license transactions

Proposed law authorizes the Department of Public Safety, Office of Motor Vehicles to have an online option for Class D and E license holders to update their permanent address. Proposed law requires the duplicate driver's license to be mailed to the updated permanent address. Proposed law waives the \$12 handling fee to update addresses if due to the renaming of a street or highway by a parish or municipal ordinance. Proposed law does not apply to REAL ID compliant licenses.

EXPENDITURES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>	<u>\$0</u>
Annual Total						
REVENUES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
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>	<u>\$0</u>
Annual Total						

EXPENDITURE EXPLANATION

The Department of Public Safety (DPS), Office of Motor Vehicles (OMV) reports expenditures will increase by a one-time amount of \$16,232 to make coding changes. The Office of Technology Services (OTS) would perform this work at an estimated 200 hours of overtime by an IT Management Consultant 1 Developer (200 hours x \$80 per hour = \$16,000 x 1.45% Medicare tax = \$232; Total of \$16,232). 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 instrument 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.

Proposed law creates no additional anticipated direct material effect on governmental expenditures as a result of this measure. Proposed law may decrease SGR revenues used to support certain functions within the Department of Public Safety, Office of Motor Vehicles. Costs for issuance and mailing of duplicate licenses for applicants exempt from the \$12 processing fee will be absorbed by the department and are generally anticipated to be minimal.

REVENUE EXPLANATION

Proposed law may decrease self-generated revenues for the Department of Public Safety, Office of Motor Vehicles. Under present law, OMV charges a \$12 handling fee on duplicate driver's license transactions. To the extent the proposed law creates a number of applicants for a duplicate driver's license that are exempt from paying the \$12 fee due to the renaming of a street or highway by a parish or municipal ordinance, the department may realize a decrease in self-generated revenues. The number of applicants that would be exempt under this measure is indeterminable.

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}

Alan M. Boxberger

Alan M. Boxberger
Staff Director