LEGISLATIVE FISCAL OFFICE Fiscal Note



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

Bill Text Version: ENROLLED

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: June 14, 2021 8:30 AM

Author: HILFERTY

Dept./Agy.: Office of Motor Vehicles

Analyst: Patrice Thomas

Subject: Exempts Fees for Change of Address on Driver's License

Address on Driver's License

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

<u>Proposed law</u> 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. <u>Proposed law</u> requires the duplicate driver's license to be mailed to the updated permanent address. <u>Proposed law</u> 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	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	2024-25	<u> 2025-26</u>	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	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	2024-25	<u>2025-26</u>	5 -YEAR TOTAL
REVENUES State Gen. Fd.	2021-22 \$0	2022-23 \$0	2023-24 \$0	2024-25 \$0	2025-26 \$0	<u>5 -YEAR TOTAL</u> \$0
State Gen. Fd.		\$0		\$0	 \$0	
State Gen. Fd. Agy. Self-Gen.	\$0 DECREASE	\$0 DECREASE	\$0 DECREASE	\$0 DECREASE	\$0 DECREASE	
State Gen. Fd. Agy. Self-Gen. Ded./Other	\$0 DECREASE \$0	\$0 DECREASE \$0	\$0 DECREASE \$0	\$0 DECREASE \$0	\$0 DECREASE \$0	\$0 \$0

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 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.

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.

<u>Senate</u> 13.5.1 >=	<u>Dual Referral Rules</u> \$100,000 Annual Fiscal Cost {S & H}	House $6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$	Alan M. Boderger
13.5.2 >=	\$500,000 Annual Tax or Fee Change {S & H}	6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	Alan M. Boxberger Staff Director