

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



Fiscal Note On: **HB 532** HLS 23RS 616

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 13, 2023	10:17 AM	<b>Author:</b> OWEN, CHARLES
<b>Dept./Agy.:</b> Office of Motor Vehicles		<b>Analyst:</b> Patrice Thomas
<b>Subject:</b> No Fee for Military Honor License Plates		

MTR VEHICLE/LICEN PLATES EG -\$44,000 SG RV See Note Page 1 of 1  
 Provides relative to fees charged for certain military honor license plates and the processing of plates at the office of motor vehicle state headquarters  
Proposed law removes the registration fee, which includes the initial license plate fee, and renewal fee for military honor license plates to veterans of World World II, Laos War, Vietnamese Conflict, and Korean War.

<b>EXPENDITURES</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	(\$44,000)	(\$44,000)	(\$44,000)	(\$44,000)	(\$44,000)	<b>(\$220,000)</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>(\$44,000)</b>	<b>(\$44,000)</b>	<b>(\$44,000)</b>	<b>(\$44,000)</b>	<b>(\$44,000)</b>	<b>(\$220,000)</b>

**EXPENDITURE EXPLANATION**

Proposed law will result in a one-time IT programming expenditure of \$6,899 (assumed to be SGF) in the Department of Public Safety (DPS), Office of Motor Vehicles (OMV) for removing the registration fee and renewal requirements on military honor plates. DPS reports the Office of Technology Services (OTS) would perform the programming changes at an estimated 80 hours of overtime by an IT Management Consultant 1 Senior Developer (80 hours x \$85 per hour = \$6,800 x 1.45% Medicare tax = \$99; Total of \$6,899). 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 decrease SGR revenues in the Office of Motor Vehicles (OMV) by \$44,000 annually. The proposed law removes the registration fee and registration renewal fee on military honor plates for veterans of World War II, the Laos War, the Vietnamese Conflict, and the Korean War. Automobile license plate fees are based on the selling price of the vehicle. The license plates are sold in two-year increments, therefore the minimum fee is \$20. Based on an average number of military honor plates, DPS anticipates an annual revenue loss of \$44,000.

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**