## LEGISLATIVE FISCAL OFFICE **Fiscal Note**



Fiscal Note On:

HB

**554** HLS 25RS

467

Bill Text Version: ENGROSSED

Opp. Chamb. Action: Proposed Amd .:

> **REVISED** Sub. Bill For .:

Date: April 29, 2025

**Author: MCMAKIN** 

Dept./Agy.: Motor Vehicles

Subject: Provides notice of voting restrictions; restriction code licenses/IDs

9:15 AM

Analyst: John McKay

MTR VEHICLE/DRIVER LIC

EG +\$338,048 SG EX See Note

Page 1 of 1 Establishes a notice of voting restriction and a restriction code applicable to persons who are not United States citizens and

aliens lawfully present in the United States but have not attained United States citizenship

Proposed measure prohibits the office of motor vehicles (OMV) from issuing a state identification card or driver's license of any class to persons who are not citizens of the U.S. and aliens who are lawfully present in the U.S. but have not attained citizenship, unless there is a restriction code on the driver's license. Proposed legislation requires the OMV to issue a notice in the form of official correspondence to any person who is not a citizen of the U.S. or an alien who is lawfully present in the U.S. but has not attained citizenship.

<b>EXPENDITURES</b>	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$338,048	\$0	\$0	\$0	\$0	\$338,048
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$338,048	\$0	\$0	\$0	\$0	\$338,048
REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	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	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

## **EXPENDITURE EXPLANATION**

Proposed measure will result in a one-time increase in SGR expenditures for the Department of Public Safety, Office of Motor Vehicles (OMV) by \$338,048, in FY 26, associated with updating the current driver's license format to implement the new restriction code (\$289,133) and to issue a Notice of Voting Restrictions to individuals who are neither U.S. citizens nor lawfully present immigrants (\$48,915).

The Office of Technology Services (OTS) will need to perform a major overhaul of the current driver's license system to implement the new restriction code, as the system is already at capacity for restriction codes. OTS would perform this work at an estimated 3,000 hours of overtime by a Senior Developer (3,000 hours x \$95 per hour =  $$285,000 \times 1.45\%$  Medicare tax = \$4,132.50; a total of \$289,133).

OMV reports identifying 54,350 individuals who are not citizens of the United States or an immigrant who is lawfully present in the United States, but has not attained citizenship. Proposed legislation requires OMV to issue a notice in the form of official correspondence to each of these individuals. OMV estimates the cost of sending the Notice of Voting Restrictions to be approximately \$49,000. (54,350 individuals x 0.90 per notification = 48,915)

## **REVENUE EXPLANATION**

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

Senate <u>Dual Referral Rules</u>	<u>House</u>	
<b>x</b> 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}	$6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$	James Momars
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}	Patrice Thomas Deputy Fiscal Officer

or a Net Fee Decrease {S}