

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: HB HLS 25RS 1055 660

Bill Text Version: ORIGINAL

Opp. Chamb. Action:

Proposed Amd.: Sub. Bill For .:

Date: May 9, 2025 3:24 PM **Author: BOYD**

Dept./Agy.: Office of Motor Vehicles

Analyst: John McKay **Subject:** Registration fees for trailers and semitrailers

TRANSPORTATION

OR INCREASE SD RV See Note

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Provides relative to the annual registration tax applicable to trucks and trailers statewide

Proposed bill increases the annual registration fee for each trailer and semitrailer from \$10 to \$15, and increases the permanent registration and license plate fee from \$75 to \$105. Proposed bill increases the annual registration or license fee from \$3 to \$4.50 for each light trailer, farm trailer or farm semitrailer both with a loaded gross weight of 6,000 pounds or less, and boat trailer.

EXPENDITURES	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.	INCREASE	\$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
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	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						

EXPENDITURE EXPLANATION

This bill will create a minimal one-time SGF expenditure in FY 26 for the Department of Public Safety (DPS), Office of Motor Vehicles (OMV). Proposed measure will require a Senior Application Developer to update the current title and registration accounting system to implement changes for the proposed increase to annual registration fees for trailers and semitrailers. The LFO is awaiting a response from OMV related to the associated costs of such upgrades. However, LFO believes that the department can absorb this amount within its current budget but may require additional resources if the aggregate impact of all bills enacted during this session is substantive.

REVENUE EXPLANATION

This bill will result in an increase in statutorily dedicated revenues, although the magnitude of the total increase is unknown, due to the following fee increases: increasing the annual registration fee for each trailer and semitrailer from \$10 to \$15; increasing the permanent registration and license plate fee from \$75 to \$105; and increasing the annual registration or license fee from \$3 to \$4.50 for each light trailer, farm trailer or farm semitrailer both with a loaded gross weight of 6,000 pounds or less, and boat trailer. Currently, all fees and taxes collected for each trailer and semitrailer are allocated to the Transportation Trust Fund (TTF), the State Highway Improvement Fund, State Highway Fund No. 2, the New Orleans Ferry Fund, and the Regional Maintenance and Improvement Fund. The table displays the incremental increase in the annual and permanent registration fees under proposed bill.

	Current Fee	Proposed Fee	Difference
Trailer and Semitrailer Annual Registration	\$10	\$15	\$5
Trailer and Semitrailer Permanent Registration	\$70	\$105	\$35
Light Trailer, Farm Trailer or Semitrailer,	\$3	\$4.50	\$1.50
and Boat Trailer Annual Registration.			

The LFO is awaiting a response from OMV on the historical annual and permanent registrations annually for certain trailers and semitrailers.

<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}	France Thomas
	\$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