

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 352** HLS 09RS 353
Bill Text Version: **ORIGINAL**
Opp. Chamb. Action:

Proposed Amd.:
Sub. Bill For.:

Date: April 28, 2009	12:53 PM	Author: GUILLORY, MICKEY
Dept./Agy.: DOTD		
Subject: Unladen lift equipment to tow a vehicle		Analyst: Travis McIlwain

MTR VEHICLE/WEIGHT REGS

OR +\$127,600 SD RV See Note

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Provides for unladen lift equipment to tow a vehicle

This bill provides for concurrent permits for unladen lift equipment to tow a double axle vehicle not to exceed 10,000 pounds. This permit will be valid for 72 to 48 hours at a charge not to exceed \$50. This bill also defines unladen lift equipment.

EXPENDITURES	2009-10	2010-11	2011-12	2012-13	2013-14	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$113,800	\$65,075	\$66,375	\$67,700	\$69,050	\$382,000
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$113,800	\$65,075	\$66,375	\$67,700	\$69,050	\$382,000

REVENUES	2009-10	2010-11	2011-12	2012-13	2013-14	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$127,600	\$127,600	\$127,600	\$127,600	\$127,600	\$638,000
Federal Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$127,600	\$127,600	\$127,600	\$127,600	\$127,600	\$638,000

EXPENDITURE EXPLANATION

According to DOTD, the proposed legislation is anticipated to increase expenditures in the amount of \$113,800 in FY 10 with the out-years including a 2% increase in operating services minus one-time professional services expenditures of \$50,000. The one-time \$50,000 professional services will be for the department to hire a contractor to modify its current permit computer application. The operating services expenditures are for department personnel to process the additional permits pursuant to proposed legislation. These permits are only valid for up to 72 hours.

These expenditures will likely be funded with the Transportation Trust Fund (TTF).

REVENUE EXPLANATION

This bill could increase Transportation Trust Fund (TTF) monies in the amount of \$127,600. This revenue projection is based upon the following information provided by DOTD:

1.) 126 pieces of equipment that were issued critical off-road equipment permits (Calendar Year 2008); 2.) 90% of the 126 permits issued were issued to mobile crains, or 114 cranes; 3.) Approx. 25% of the 114 cranes issued a permit will pull/tow a two axle vehicle weighing more than 10,000 pounds, or 29 cranes; 4.) Assumption that the crane will move 1 out of 4 days; 5.) Which equates to 88 moves per year (352 days/4=88 moves) (365 days/year - 13 restricted days=352 days); 6.) By projecting a crane movement of 1 out 4 days, a permit must be purchased for each trip because this bill only allows for 72 hours or 3 days. Thus, 88 moves x 29 cranes x \$50 = \$127,600 of projected additional revenues.

According to DOTD, the passage of this legislation could potentially lead to the loss of federal highway funding related to federal regulations for divisible loads. The Code of Federal Regulations - Title 23 - Part 658 - Truck Size and Weight, Route Designations defines non-divisible load as any vehicle exceeding length & weight limits which if separated into smaller vehicles would: 1.) compromise the intended use of the vehicle, 2.) destroy the value of the vehicle, 3.) require more than 8 hours to dismantle. This bill essentially allows a crane operator to tow his personal vehicle behind the crane, which appears to be contrary to the definition of non-divisible load and according to DOTD could impact federal highway funding.

Senate

☐ 13.5.1 >= \$500,000 Annual Fiscal Cost

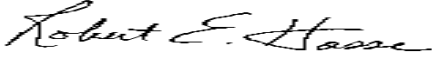
☐ 13.5.2 >= \$500,000 Annual Tax or Fee Change

Dual Referral Rules

House

☐ 6.8(F) >= \$500,000 Annual Fiscal Cost

☐ 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease



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