



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 758** HLS 16RS 438
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 19, 2016 11:59 AM	Author: PUGH
Dept./Agy.: Public Safety/Office of Motor Vehicles	
Subject: School Bus Inspection Fee Increases	Analyst: Zachary Rau

MTR VEHICLE/INSPECTION EG INCREASE LF EX See Note Page 1 of 1
 Provides relative to school bus inspection fees

Present law provides that fees for personal motor vehicles inspections are \$10. Present law regarding fees associated with personal motor vehicle inspections applies to inspections of student transportation vehicles (i.e. school buses). Proposed law increases inspection fees for student transportation vehicles to \$20 on January 1, 2017. Proposed law provides for the disposition of fees for student transportation vehicle inspections. Proposed law states that the adjustment of headlights for student transportation vehicles shall be included in the inspection at no additional cost. Proposed law states that the legislature recognizes that a student transportation vehicle inspection is more extensive than that of a personal motor vehicle, and that the fee increases are based on the differences in the two inspections.

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	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	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Annual Total						

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
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>	\$0
Annual Total						

EXPENDITURE EXPLANATION

Proposed law will increase expenditures for local governing authorities by \$10 per school bus to the extent they own school buses and get them inspected by a third party. Presently school buses may be inspected by a third party or by employees of local governing authorities trained and authorized to perform school bus inspections. Proposed law increases the fee for school bus inspections by \$10, from \$10 to \$20. For reference, the Office of Motor Vehicles reports that 3,855 school buses have active registrations statewide, but does not know how many are owned by local governing authorities.

REVENUE EXPLANATION

Proposed law will increase self-generated revenues for the Dept. of Public Safety & Corrections (DPS) by an indeterminable amount. Inspection fees for student transportation vehicles are \$10, the same amount for a personal use motor vehicle, of which DPS retains \$5.25 (\$1.25 to OMV, \$4.00 to State Police). The operator of the motor vehicle inspection station retains the remaining balance of the fee. The proposed legislation increases the inspection fee for student transportation vehicles by \$10 beginning on January 1, 2017, from \$10 to \$20. As a result, DPS will receive \$5.75 (\$1.75 to OMV, \$4.00 to State Police, an increase of \$0.50 over the current fee retention) of each \$20 fee levied in the second half of FY 17. Similar to present law, the operator of the motor vehicle inspection station retains the remaining balance of the fee after both increases.

DPS currently reports that 3,855 school buses have active registrations statewide. To the extent all buses renew registrations, the following net fee increases will occur as outlined in the chart below. In addition, the chart assumes that half of renewals will occur in each six month period. Because the proposed legislation has effective dates of January 1, 2017, the chart is broken down into two six month periods for fee collections, as DPS will retain these revenues as follows: \$5.25 in the first half of FY 17; \$5.75 for the second half of FY 17 and subsequent fiscal years. The exact increase is indeterminable and subject to the number of school buses being inspected annually statewide.

	FY 17	FY 18	FY 19	FY 20	FY 21
Jul. - Dec.	\$10,120	\$11,083	\$11,083	\$11,083	\$11,083
Jan. - Jun.	\$11,083	\$11,083	\$11,083	\$11,083	\$11,083
Total New Fee Collections	\$21,203	\$22,166	\$22,166	\$22,166	\$22,166
Total Current Fee Collections	\$20,239	\$20,239	\$20,239	\$20,239	\$20,239
Net Increase	\$964	\$1,927	\$1,927	\$1,927	\$1,927

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| Senate
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | House
<input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |
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