

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3213-01
Bill No.: SB 688
Subject: Motor Vehicles; Revenue Department; Veterans.
Type: Original
Date: December 29, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Highway Funds	(\$1,819)	(\$2,183)	(\$2,183)
Total Estimated Net Effect on <u>Other</u> State Funds	(\$1,819)	(\$2,183)	(\$2,183)

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	(\$606)	(\$727)	(\$727)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue (DOR)** state this proposal exempts applicants for purple heart license plates from paying the one time \$15 specialty plate fee. DOR assumes the proposal has minimal administrative impact and can be implemented with no additional resources. DOR will change the appropriate systems associated with the fees for purple heart plates, procedures, forms and letters.

DOR states that in Fiscal Year 2005, they issued 194 new purple heart license plates. 194 new purple heart license plates x \$15 each results in \$2,910 of revenue from the new purple heart plates. Assuming the volume of new plates does not increase or decrease, there would be a decrease of \$2,910 of revenue each year. DOR states this revenue is divided between Highway Funds, cities and counties as follows;

		FY 2007 (10 months)	FYs 2008 & 2009
Highway Funds	(75%)	(\$1,819)	(\$2,183)
Cities	(15%)	(\$ 363)	(\$ 436)
Counties	(10%)	(\$ 243)	(\$ 291)
Totals	(100%)	<u>(\$2,425)</u>	<u>(\$2,910)</u>

ASSUMPTION (continued)

Officials from the **Department of Public Safety - Missouri Veterans Commission** assume the proposal would not fiscally impact their agency.

This proposal will reduce Total State Revenue.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
HIGHWAY FUNDS			
<u>Loss</u> - Department of Revenue no longer charges \$15 one time fee for Purple Heart specialty plate	<u>(\$1,819)</u>	<u>(\$2,183)</u>	<u>(\$2,183)</u>
ESTIMATED NET EFFECT TO THE HIGHWAY FUNDS	<u>(\$1,819)</u>	<u>(\$2,183)</u>	<u>(\$2,183)</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
CITIES AND COUNTIES			
<u>Loss to Cities</u> - Department of Revenue no longer charges \$15 one time fee for Purple Heart specialty plate	<u>(\$363)</u>	<u>(\$436)</u>	<u>(\$436)</u>
<u>Loss to Counties</u> - Department of Revenue no longer charges \$15 one time fee for Purple Heart specialty plate	<u>(\$243)</u>	<u>(\$291)</u>	<u>(\$291)</u>
ESTIMATED NET EFFECT TO THE CITIES AND COUNTIES	<u>(\$606)</u>	<u>(\$727)</u>	<u>(\$727)</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal exempts Purple Heart license plate recipients from paying the \$15 specialty license plate fee.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Department of Public Safety
Missouri Veterans Commission



Mickey Wilson, CPA
Director
December 29, 2005