

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4595-01
Bill No.: SB 942
Subject: Department of Revenue; Licenses – Motor Vehicle; Veterans
Type: Original
Date: April 9, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
General Revenue	(\$12,798)	(\$12,798)	\$0
Total Estimated Net Effect on General Revenue Fund	(\$12,798)	(\$12,798)	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Highway	\$12,903	\$25,808	\$25,808
Total Estimated Net Effect on <u>Other</u> State Funds	\$12,903	\$25,808	\$25,808

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 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	\$4,302	\$8,603	\$8,603

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Secretary of State** assume that the fiscal impact for this legislation is less than \$1,500. The Office of the Secretary of State recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, if other bills are passed requiring similar funds, the Office of Secretary of State will request funding through the appropriations process.

Officials from the **Department of Revenue** assume that they will need to modify specialty plate policies and procedures; and in addition will need to make programming changes to the Uniform Field Office System (UFOS) and the Personalized Plate Systems. The costs associated with the program changes for this proposal will be absorbed internally. However, the department will incur cost for forms, plates, postage and envelopes in the amount of \$12,798

Furthermore, there are currently 22,939 members of the Disabled American Veterans organization. For purposes of this fiscal note, officials from the Department of Revenue assumed that 10% of the members will obtain the specialty plate in the next two fiscal years. Based on this assumption, 1,147 (5%) will obtain the specialty plate in FY07 and 1,147 (5%) will obtain the specialty plate in FY08 & FY09.

ASSUMPTION (continued)

	<u>FY 07</u>	<u>FY08</u>	<u>FY09</u>
1,147 x \$15 =	\$17,205	\$34,410	\$34,410
Highway (75%)	\$12,903	\$25,808	\$25,808
Cities (15%)	\$2,581	\$5,162	\$5,162
Counties (10%)	\$1,721	\$3,441	\$3,441

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
---	---------------------	---------	---------

GENERAL REVENUE FUND

<u>Costs</u> – Department of Revenue Equipment and Expense	(\$12,798)	(\$12,798)	\$0
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(\$12,798)</u>	<u>(\$12,798)</u>	<u>\$0</u>

HIGHWAY FUND

<u>Revenues</u> – Department of Revenue Specialty Plate Fees (75%)	\$12,903	\$25,808	\$25,808
ESTIMATED NET EFFECT ON HIGHWAY FUND	<u>\$12,903</u>	<u>\$25,808</u>	<u>\$25,808</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
POLITICAL SUBDIVISIONS			
<u>Revenues</u> – Cities			
Cities portion of \$15 specialty plate fees (15%)	\$2,581	\$5,162	\$5,162
<u>Revenues</u> – Counties			
Counties portion of \$15 specialty plate fees (10%)	<u>\$1,721</u>	<u>\$3,441</u>	<u>\$3,441</u>
ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS	<u>\$4,302</u>	<u>\$8,603</u>	<u>\$8,603</u>

FISCAL IMPACT - Small Business

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

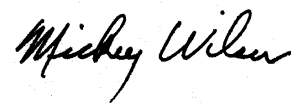
DESCRIPTION

This proposal authorizes the creation of a Disabled American Veterans special license plate.

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
Office of the Secretary of State



Mickey Wilson, CPA

L.R. No. 4595-01
Bill No. SB 942
Page 5 of 5
April 9, 2006

Director
April 9, 2006

MB:LR:OD (12/02)