

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1059S.01I  
 Bill No.: SB 114  
 Subject: Disabilities; Licenses - Motor Vehicle; Motor Vehicles; Department of Revenue;  
 Transportation; Veterans  
 Type: Original  
 Date: January 5, 2023

Bill Summary: This proposal specifies that applicants for disabled license plates or windshield placards who have provided proof of disability in the form of a statement from the United States Veterans' Administration shall not be required to provide physician's statements for issuance or renewal of the plates or placards.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>				
FUND AFFECTED	FY 2024	FY 2025	FY 2026	Fully Implemented (FY 2028)
General Revenue	(\$26,922)	\$0	\$0	\$115,941
<b>Total Estimated Net Effect on General Revenue</b>	<b>(\$26,922)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$115,941</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>				
FUND AFFECTED	FY 2024	FY 2025	FY 2026	Fully Implemented (FY 2028)
<b>Total Estimated Net Effect on Other State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: () indicate costs or losses.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>				
<b>FUND AFFECTED</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>Fully Implemented (FY 2028)</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>				
<b>FUND AFFECTED</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>Fully Implemented (FY 2028)</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>\$0</b>

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>				
<b>FUND AFFECTED</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>Fully Implemented (FY 2028)</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Revenue (DOR)** assume the following regarding this proposal:

#### *Administrative Impact*

In order to implement the proposed changes, the Department will be required to:

- Update procedures, manuals, Department website, and correspondence letters;
- Update Department system(s); and
- Train staff.

#### FY 2024 – Motor Vehicle Bureau

Associate Research/Data Analyst 100 hrs. @ \$19.90/hr. = \$1,990

Lead Administrative Support Asst. 45 hrs. @ \$14.83/hr. = \$667

Administrative Manager 20 hrs. @ \$26.96/hr. = \$539

#### FY 2024 – Strategy and Communications Office

Associate Research/Data Analyst 40 hrs. @ \$19.90/hr. = \$796

**Total Cost = \$3,992**

In equalizing the workload, DOR will start to see a cost savings of \$115,941 beginning in the fifth year from placards being renewed every 8 years instead of 4. The cost savings will be in inventory and postage at \$1.23 per placard.

**Oversight** does not have information to the contrary and therefore, will reflect the cost savings indicated by DOR starting in FY 2028.

**DOR** notes OA-ITSD services will be required at a cost of **\$26,922** in FY 2024 (283.39 hours x \$95 per hour).

**Oversight** does not have any information to the contrary in regards to DOR's assumptions; therefore, Oversight will reflect DOR's OA-ITSD costs on the fiscal note.

<u>FISCAL IMPACT – State Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026	Fully Implemented (FY 2028)
<b>GENERAL REVENUE</b>				
<u>Cost</u> – DOR – OA-ITSD services	(\$26,922)	\$0	\$0	\$0
<u>Savings</u> – DOR – decrease in mailing cost	\$0	\$0	\$0	\$115,941
<b>ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND</b>	<b><u>(\$26,922)</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$115,941</u></b>

<u>FISCAL IMPACT – Local Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026	Fully Implemented (FY 2028)
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT – Small Business

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

FISCAL DESCRIPTION

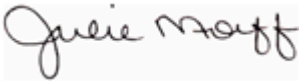
This act provides that applicants for a disabled license plate or windshield placard who have presented proof of disability in the form of a statement from the United States Veterans' Administration verifying that the person is permanently disabled shall not be required to provide physician's statements of physical disability for issuance or renewal of the license plate or windshield placard.

The act also makes technical modifications to the underlying statute.

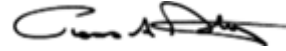
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue



Julie Morff  
Director  
January 5, 2023



Ross Strobe  
Assistant Director  
January 5, 2023