

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4738-01
Bill No.: HB 1583
Subject: Motor Vehicles; Revenue Dept.; Roads and Highways
Type: Original
Date: March 16, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Highway Fund	\$281,760	\$563,520	\$563,520
Total Estimated Net Effect on <u>Other</u> State Funds	\$281,760	\$563,520	\$563,520

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

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	\$93,920	\$187,840	\$187,840

FISCAL ANALYSIS

ASSUMPTION

Officials with the **Department of Transportation** assume this proposal would have no fiscal impact on their agency.

Officials with the **Department of Revenue (DOR)** assume this proposal requires all existing specialty plate applications excluding military specialty plates to cost \$25, up from the current rate of \$15. Currently there are approximately 160,530 specialty and personalized plates on the General Registration System (GRS). After deducting the 10,259 military plates from the total and considering that approximately 50% of applicants choose biennial registration, the anticipated additional revenue is as follows:

FY 05 (6 months) Income

37,568 plates issued * \$10 fee increase \$375,680

FY 06 Income

75,136 plates issued * \$10 fee increase \$751,360

FY 07 Income

75,136 plates issued * \$10 fee increase \$751,360

RK:LR:OD (12/02)

ASSUMPTION (continued)

According to the Missouri Constitution, this revenue is to be dispersed in the following manner:

State Road Fund	75%
Cities	15%
Counties	10%

<u>FISCAL IMPACT - State Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
<u>Highway Fund – Income – DOR</u>			
License Plate Fee Increase	<u>\$281,760</u>	<u>\$563,520</u>	<u>\$563,520</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
<u>Income – Cities</u>			
License Plate Fee Increase	\$56,352	\$112,704	\$112,707
<u>Income – Counties</u>			
License Plate Fee Increase	<u>\$37,568</u>	<u>\$75,136</u>	<u>\$75,136</u>
NET ESTIMATED IMPACT ON LOCAL FUNDS	<u>\$93,920</u>	<u>\$187,840</u>	<u>\$187,840</u>

FISCAL IMPACT - Small Business

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

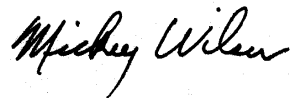
DESCRIPTION

This legislation initiates a review process and regulations for establishing new specialty license plates, raises specialty plate fees to \$25, and eliminates the six-letter restriction on personalized plates.

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 Transportation

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 16, 2004