

Fiscal Note & Local Impact Statement

123rd General Assembly of Ohio

BILL: **Am. H.B. 476** DATE: **May 25, 2000**
STATUS: **As Enacted – Effective October 27, 2000** SPONSOR: **Rep. Barnes**
LOCAL IMPACT STATEMENT REQUIRED: **Yes**
CONTENTS: **Requires that temporary license placards incorporate a tamper-proof feature**

State Fiscal Highlights

STATE FUND	FY 2001	FY 2002	FUTURE YEARS
Fund 4W4 – Operating Expense – BMV			
Revenues	- 0 -	- 0 -	- 0 -
Expenditures	Potential increased costs of \$408,000 - \$756,000	Potential increased costs of \$408,000 - \$756,000	Potential increased costs of \$408,000 - \$756,000

Note: The state fiscal year is July 1 through June 30. For example, FY 2001 is July 1, 2000 - June 30, 2001.

- Additional security features would possibly include a hologram or “write-resist” film. A hologram could cost an additional **\$408,000 annually**. The “write resist” film could result in additional costs of **\$756,000 annually**.

Local Fiscal Highlights

LOCAL GOVERNMENT	FY 2000	FY 2001	FUTURE YEARS
Counties, Municipalities and Townships			
Revenues	- 0 -	Possible loss depending upon which alternative is chosen	Possible loss depending upon which alternative is chosen
Expenditures	- 0 -	- 0 -	- 0 -

Note: For most local governments, the fiscal year is the calendar year. The school district fiscal year is July 1 through June 30.

- Potentially increasing the costs for the Bureau of Motor Vehicles (BMV) may impact total funds available for local governments. If enactment of House Bill 476 results in additional costs to the Bureau of Motor Vehicles, it is possible political subdivisions may receive fewer funds from the bureau when monthly redistributions of revenues occur. The transportation budget bill (H.B. 163) specifies that revenues from the annual state license tax (ORC 4503.02) and local motor vehicle license taxes (ORC 4504.02) may be used to offset any estimated deficiency in the State Bureau of Motor Vehicles Fund (Fund 4W4).
- In 1998, revenues from the annual state license tax remitted to local governments totaled \$301 million. The revenues from local motor vehicle license taxes remitted to local governments totaled \$135 million.



Detailed Fiscal Analysis

Additional Security Features:

Additional security features would possibly include a hologram or “write-resist” film. Currently, the per unit cost for a temporary tag is \$.08. A hologram could cost an additional \$.25 per tag and additional total costs could equal **\$408,000 annually**. The “write-resist” film could result in additional costs of \$.395 per tag totaling to **\$756,000 annually**.

Hologram Feature

	Per Unit Cost:	Annual Volume:	Total Cost:
Hologram	\$0.25	2,400,000	\$600,000
Current Document	\$0.08	2,400,000	\$192,000
Additional Cost	\$0.17	2,400,000	\$408,000

Write-Resistant Film

	Per Unit Cost:	Annual Volume:	Total Cost:
Write-Resistant Film	\$0.395	2,400,000	\$948,000
Current Document	\$0.08	2,400,000	\$192,000
Additional Cost	\$0.315	2,400,000	\$756,000

Local Government Impacts:

Potentially increasing the costs for the Bureau of Motor Vehicles (BMV) may impact total funds available for local governments. If enactment of House Bill 476 results in additional costs to the Bureau of Motor Vehicles, it is possible political subdivisions may receive fewer funds from the bureau when monthly redistributions of revenues occur. The transportation budget bill (H.B. 163) specifies that revenues from the annual license tax (ORC 4503.02) and local motor vehicle license taxes (ORC 4505.02) may be used to offset any estimated deficiency in the State Bureau of Motor Vehicles Fund (Fund 4W4).

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