

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6853

BILL NUMBER: HB 1279

NOTE PREPARED: Dec 26, 2002

BILL AMENDED:

SUBJECT: In God We Trust license plates.

FIRST AUTHOR: Rep. Denbo

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill creates an In God We Trust license plate and specifies that it is not a special group recognition license plate. The bill removes a reference to an obsolete license plate and repeals the statute creating the obsolete license plate.

Effective Date: July 1, 2003.

Explanation of State Expenditures: Prison Enterprise Network (PEN Products), the manufacturing arm of prison-made products, submits charges to the Bureau of Motor Vehicles (BMV) based on the number of colors in the design as shown in the schedule below:

<u>Colors</u>	<u>Set-Up Charge</u>	<u>Price Per Plate</u>
1	\$198.58	\$4.30
2	\$272.16	\$4.30
3	\$345.74	\$4.30
4	\$419.32	\$4.30
5	\$492.90	\$4.30
6	\$566.48	\$4.30

The above prices are effective for the 2003-2005 biennium.

Additional charges include \$75 per color for any special colors that are not included in PEN's ten standard colors. If PEN Products does the artwork, there is a \$45-per-hour charge. Origination fees include the film positives and the silk screen charges and total \$73.58 per plate design. When the art work is provided by the

customer, the set-up fee is \$17.50. The fund affected for PEN Products is PEN Products Revolving Fund. There will be computer and accounting changes for the BMV. The fund affected for the BMV is the Motor Vehicle Highway Account (MVHA) which supports the BMV.

Explanation of State Revenues: In 2001, sales of the existing 54 special plates ranged from 3 Marine Reserve plates to 72,337 Heritage Trust plates.

Potential revenue from the sales from the In God We Trust license plate is not known. The bill also provides for a \$25 annual supplemental fee for the license plates. Revenue resulting from the \$25 annual fee could range from \$75 to \$1,808,425, based on 2001 sales. The BMV shall distribute revenue from the newly created license plate to the State License Branch Fund which supports the operation of the license branches.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Department of Correction (PEN Products).

Local Agencies Affected:

Information Sources: Becky Gillam, Sales and Marketing Director of PEN Products, 388-8580, ext. 220.

Fiscal Analyst: James Sperlik, 317-232-9866.