

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 6128
BILL NUMBER: HB 1101

DATE PREPARED: Feb 23, 1999
BILL AMENDED: Feb 22, 1999

SUBJECT: Boys and Girls Club License Plates.

FISCAL ANALYST: James Sperlik
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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: (Amended) This bill requires the Bureau of Motor Vehicles (BMV) to design and issue a special group recognition license plate for the Indiana Boys and Girls Clubs. It provides that a person who is eligible to register a vehicle may obtain an Indiana Boys and Girls Clubs license plate upon completing an application and paying an appropriate fee.

Effective Date: January 1, 2000.

Explanation of State Expenditures: (Revised) Prison Enterprise Network (PEN Products), the manufacturing arm of prison-made products, would charge the BMV \$2.60 per plate if the newly created plate is not a special recognition plate. If the newly created license plate is a special recognition plate, PEN Products' charge would be based on the number of colors in the design as shown in the schedule below:

Colors	Set-Up Charges	Price Per Plate (99-01)*
1	\$105	\$3.90
2	170	4.00
3	235	4.10
4	300	4.30
5	365	4.60
6	430	5.00

*1999-2001 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 \$70 per hour charge. The fund affected for PEN Products is Pen Products Revolving Fund. The fund affected for the BMV is the Motor Vehicle Highway Account which supports the BMV. There may be computer and accounting changes for the BMV.

A license plate is designated as a special recognition license plate if: (1) a special group recognition plate is required by statute; (2) a special group recognition license plate is requested by resolution of the General Assembly; or (3) representatives of a special group petition the Bureau of Motor Vehicles. If the plate is not designated as a special recognition plate, the above costs will not apply. The cost will be \$2.60 per plate. The reason for the price differential is that general issue plate sheeting is used for the non-special recognition plates.

Explanation of State Revenues: (Revised) Potential sales of the Indiana Boys Club and Girls Club License Plates are not known. There will be an administrative fee of \$12 charged for each plate. Revenue from these plates will be split evenly between the State License Branch Fund which supports the license branches and the Motor Vehicle Highway Account which supports the BMV.

In 1998, sales of the existing 41 special plates ranged from 47 Marine Reserve plates to 79,997 Children's Trust Plates. Within this potential sales range, revenue resulting from the existing \$12 administrative fee ranged from \$282 to \$479,982 per plate.

It should be noted that it is possible that sales of these special plates could, to some extent, supplant the sales of the other special plates.

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: Bureau of Motor Vehicles; Becky Gillam, Director of Sales and Marketing of PEN Products, 387-2000; Pricing data from Pen Products.