

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

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 7515**  
**BILL NUMBER: HB 1309**

**DATE PREPARED: Jan 4, 2001**  
**BILL AMENDED:**

**SUBJECT:** Truck License Plate Registration Fees.

**FISCAL ANALYST:** James Sperlik  
**PHONE NUMBER:** 232-9866

**FUNDS AFFECTED:**     **GENERAL**  
                          **X DEDICATED**  
                          **FEDERAL**

**IMPACT:** State & Local

**Summary of Legislation:** This bill provides that the annual registration fee for a truck subject to registration under IC 9-18 or a tractor not used with a semitrailer, a traction engine, or a similar vehicle used for hauling purposes is: (1) \$70 if the declared gross weight of the vehicle is greater than 9,000 pounds and less than or equal to 10,000 pounds; and (2) \$75 if the declared gross weight of the vehicle is greater than 10,000 pounds and less than or equal to 11,000 pounds.

**Effective Date:** January 1, 2002.

**Explanation of State Expenditures:** The proposal creates a truck TK 10 (10,000 lbs.) at a fee of \$70 and increases the fee for a truck TK 11 (11,000 lbs.) to \$75. For the Bureau of Motor Vehicles (BMV), there will be expenditures for the following:

Start-Up Costs: Computer Changes	\$21,950
Update Manuals	\$3,000
Additional Plates (23,000 @2.60 each)	<u>\$59,800</u>
Total	\$81,750

Assumptions: One-half of the vehicles registered as a truck TK 11 in 1999 (44,745) will be able to change to a truck TK 10. The BMV will need to order 23,000 TK 10 plates initially @\$2.60 each.

**Explanation of State Revenues:** Currently, \$19.50 for TK 11 registration is deposited into the Primary and Local Road and Street Account (\$19.50 x 22,372). For sales of the new TK10 plate, this \$19.50 is assumed to be deposited into the Motor Vehicle Highway Account, instead. In addition, 22,372 vehicles will purchase

TK 11 at a \$5 increase. The Motor Vehicle Highway Account now would receive the \$19.50, along with the \$5 fee increase. The table below shows the impact on the two funds.

Revenue distribution change: Primary and Local Road and Street Account:	- \$436,254
Motor Vehicle Highway Account	+\$436,254
Motor Vehicle Highway Account	+\$111,860

Funds in the Primary and Local Road and Street Account are distributed as follows: 55% to the Department of Transportation and 45% to local units. Funds in the Motor Vehicle Highway Account are distributed as follows: 53% to the Department of Transportation and 47% to local units.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** See Explanation of State Revenues, above.

**State Agencies Affected:** Bureau of Motor Vehicles; Department of Transportation.

**Local Agencies Affected:** Recipients of the Primary and Local Road and Street Account distributions.

**Information Sources:** Jane Morrical, Director of Treasury for the BMV, 232-2822.