

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

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6206
BILL NUMBER: HB 1323

NOTE PREPARED: Nov 25, 2008
BILL AMENDED:

SUBJECT: Various Motor Vehicle Matters.

FIRST AUTHOR: Rep. Duncan
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill:

- (1) provides that in the case of certain newly licensed drivers issued licenses after June 30, 2009, a driver may operate a motor vehicle during the 180 days after issuance of the license only if the motor vehicle bears a placard or an indicator issued by the Bureau of Motor Vehicles (BMV) showing that the driver is newly licensed;
- (2) provides that the holder of a learner's permit issued after June 30, 2009, may operate a motor vehicle only if the motor vehicle bears a placard or an indicator issued by the BMV showing that the driver is newly licensed;
- (3) provides for a fee of \$2 for the placard or indicator to be paid to the BMV;
- (4) requires the driver of a school bus to stop the school bus before crossing certain railroad tracks. (Current law requires the driver to stop only when carrying a passenger.); and
- (5) authorizes an individual less than 18 years of age to operate a motor vehicle in which there are passengers if the licensed operator is accompanied by a parent, guardian, or stepparent of the operator who is: (A) not a licensed driver; (B) at least 21 years of age; and (C) present in the front seat of the motor vehicle.

Effective Date: July 1, 2009.

Explanation of State Expenditures: The potential expenditures will depend upon which type of distinctive marking is selected. For example, distinctive markings which may be selected include the following:

(1) Temporary paper plate	6"x12"	\$0.47/plate
(2) Temporary paper plate	4"x7"	\$0.43/plate
(3) Standard Sticker		\$0.14/sticker
(4) Dealer Sticker		\$0.15/sticker

Also, PEN Products (Prison Enterprises Network), the manufacturing and sales arm of prison-made products, charges the BMV. These charges consist of:

- (1) \$3.55 per plate for the new 2008 standard plate.
- (2) \$3.19 per plate for truck plates and other one-color plates.
- (3) \$3.69 per plate for multi-color plates.
- (4) \$2.20 per plate for standard motorcycle plates.
- (5) \$2.70 per plate for multi-color motorcycle plates.

The funds affected are the PEN Products Revolving Fund and the Motor Vehicle Highway Account, which supports the BMV.

According to the BMV, the potential cost for a sticker would range between \$0.50 to \$1.00 per sticker in a run of about 25,000 units. These data do not include shipping or programming.

Explanation of State Revenues: Revenue will depend upon the number of drivers who would be required to purchase the distinctive marking for their vehicle. The following table shows the estimated revenue from the \$2 fee as it applies to the average issuance of learner’s permits and first-time operator’s licenses for CY 2006 and CY 2007.

Type	Average # Issued	Fee	Estimated Revenue
Learner’s Permits	125,450	\$2	\$250,990
First-time Driver’s Licenses (includes probationary licenses)	230,999	\$2	\$461,998
Total	356,449	\$2	\$712,988

The fund affected is the Crossroads 2000 Fund, which supports bonding for highway projects.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: BMV; Department of Correction, PEN Products.

Local Agencies Affected:

Information Sources: Becky Deeb, New Enterprise Manager, PEN Products, 317-388-8580 x 220; Mark Spratt, Controller of PEN Products, 317-388-8580 x 242; and Sarah Meyer, Legislative Director for the BMV, 317-232-1936.

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