

OHIO LEGISLATIVE SERVICE COMMISSION

Tom Middleton and other LSC staff

# **Fiscal Note & Local Impact Statement**

Bill: S.B. 86 of the 132nd G.A.

Status: As Passed by the House

Sponsor: Sen. Hackett Local Impact Statement Procedure Required: No

Subject: Creates various license plates, designates memorial highways, and makes other official recognitions

# **State & Local Fiscal Highlights**

## License plates

- The annual license plate production costs for seven of the bill's 12 special license plates will total up to \$912 or more for each plate. The related \$10 administrative fee collected for each of those seven plates will total up to \$1,500 or more annually. The administrative fees will be credited to the existing Public Safety Highway Purposes Fund (Fund 5TM0), which the Bureau of Motor Vehicles (BMV) uses to defray the cost of manufacturing and distributing license plates and stickers, and to cover the cost of motor vehicle registration.
- For the five of the 12 special license plates without a minimum registration requirement, the BMV's annual license plate production costs will total \$6.08 for each pair issued. All of these license plates require the \$10 BMV administrative fee.
- Each of the 12 special license plates require payment of a specified contribution, to be credited to the existing License Plate Contribution Fund (Fund 5V10) and then paid to the organization that is supported by each respective license plate for a specified purpose. The total amount contributed annually will vary based on the required contribution for each special license plate, as well as the number of individuals who choose to obtain that plate.

## Memorial highways

• The Ohio Department of Transportation and various municipalities would incur costs of approximately \$350 to \$400 per set of signs to produce and install signs on each of the 16 designated memorial highways and three memorial bridges in the bill.

## Other designations

• The bill establishes 15 other designations to recognize various notable Ohioans, historic sites, items, or causes. These have no direct fiscal effect on the state or political subdivisions.

# **Detailed Fiscal Analysis**

## **Special license plates**

The bill creates 12 special license plates and requires a person obtaining one of those plates to pay both of the following: (1) a contribution ranging from \$15 to \$30 that the Registrar of Motor Vehicles is required to pay to the specified recipient for each special license plate, and (2) a \$10 Bureau of Motor Vehicles (BMV) administrative fee. The bill's special license plates, administrative fee requirement, and their required contributions and respective recipients are listed in Table 1 below.

| Table 1. Special License Plates                     |         |                          |   |  |  |
|---|---------|--------------------------|---|--|--|
| Special License Plate                               | BMV Fee | Required<br>Contribution | Contribution Recipient                              |  |  |
| Amaranth Grand Chapter<br>Order of the Eastern Star | \$10    | \$15                     | Amaranth Grand Chapter Foundation                   |  |  |
| Canton Bulldogs                                     | \$10    | \$30                     | Canton City School District                         |  |  |
| Hawken School*                                      | \$10    | \$30                     | Hawken School                                       |  |  |
| Girls on the Run                                    | \$10    | \$20                     | Girls on the Run of Franklin County, Inc.           |  |  |
| Grandview Heights Schools*                          | \$10    | \$30                     | Grandview Heights City School District              |  |  |
| Gilmour Academy*                                    | \$10    | \$30                     | Gilmour Academy                                     |  |  |
| Patrol Supporter                                    | \$10    | \$15                     | Ohio Highway Patrol Auxiliary Foundation            |  |  |
| Saint Albert the Great School*                      | \$10    | \$30                     | Saint Albert the Great School                       |  |  |
| Stan Hywet Hall and Gardens                         | \$10    | \$15                     | Stan Hywet Hall and Gardens                         |  |  |
| Stop Bullying                                       | \$10    | \$25                     | Ohio Attorney General                               |  |  |
| Trees 4 Ohio  | \$10    | \$15                     | Ohio Chapter International Society of Arboriculture |  |  |
| University School*                                  | \$10    | \$30                     | University School                                   |  |  |

\*Existing specialty license plate implementation and termination procedures do not apply.

## State fiscal effects

#### **Bureau of Motor Vehicles**

The BMV currently produces special license plates via a digital print-on-demand process. The total cost to produce a pair of these plates is \$6.08. Under the bill, a person obtaining a special license plate must pay an administrative fee of \$10, the purpose of which is to compensate the BMV for additional services required in issuing the plate. Assuming, as described in the paragraph immediately below, that each plate with a minimum registration requirement of 150 persons meets that requirement, then the annual production costs for each of those plates will total around \$912 (150 persons x \$6.08) and the BMV administrative fees collected will total at least \$1,500 (150 persons x \$10) for each plate annually. The fees will be credited to the existing Public Safety – Highway Purposes Fund (Fund 5TM0), which the BMV uses in part to defray the cost of manufacturing and distributing license plates and stickers, and to cover the cost of motor vehicle registration.

Under existing law, seven of the bill's 12 license plates will be subject to the minimum registration requirement generally applicable to special license plates and to termination and revival procedures. For example, the BMV Registrar is not required to implement any legislation that creates a new license plate until the Registrar receives written statements from at least 150 persons indicating that they intend to apply for and obtain the special license plate (R.C. 4503.78). If, during any calendar year, the total number of new and renewal motor vehicle registrations involving such a nonstandard license plate totals less than 25, the issuance of that license plate may cease as of December 31 of the following year (R.C. 4503.77).

#### License Plate Contribution Fund

The required contribution paid for the issuance of each of the bill's special license plates will be credited to the existing License Plate Contribution Fund (Fund 5V10) and then paid to the organization that is supported by each respective license plate for a specified purpose. The total amount contributed annually will vary based on the required contribution for each special license plate, as well as the number of individuals who choose to obtain that plate.

## **Memorial highways**

The bill designates 19 new memorial highways and bridges on portions of various interstate highways, U.S. routes, and state routes throughout Ohio. Overall, the Ohio Department of Transportation (ODOT) and the associated municipalities would incur costs of approximately \$350 to \$400 per set of signs, depending on sign size and equipment needed, to produce and install signs on each of the designated memorial highways in the bill. Once a set of signs is installed, there are typically no maintenance costs unless the signs are damaged. Signs are usually in need of replacement every 12 to 15 years.

The cost of signage to mark the portion of a highway designated as a memorial is paid either entirely by ODOT or shared between ODOT and the municipal corporation through which the roadway passes. ODOT pays for all of the signage production costs. However, the installation costs may be borne by municipalities, depending on where the designated portion of highway begins and ends. ODOT pays installation costs for signs that are to be located outside of municipal boundaries, as well as the signs on all interstate routes. In cases where the memorial highway begins or ends inside of a municipal corporation, the city or village is responsible for installing the signage inside its boundaries. In cases where only a portion of a designated memorial highway resides in a municipal corporation, ODOT and the city or village may share the installation costs.

Table 2 summarizes these memorial designations in the order that they appear in the bill, including the location of the highway and the entity responsible for paying signage installation costs.

| Table 2. Memorial Highway and Bridge Designations            |        |   |   |  |  |
|--|--------|---|---|--|--|
| Designation  | Route  | County (Municipality,<br>if Applicable) | Entity Responsible for<br>Installation Cost |  |  |
| Lance Corporal Michael Stangelo, USMC,<br>Memorial Bridge    | SR-93  | Stark (Canal Fulton)                    | City of Canal Fulton                        |  |  |
| Richland County Veterans Memorial Highway                    | I-71   | Richland                                | ODOT  |  |  |
| Officer Thomas Hayes Memorial Highway                        | US-33  | Franklin (Columbus)                     | City of Columbus                            |  |  |
| Firefighter/Paramedic Patrick Wolterman<br>Memorial Highway  | SR-4   | Butler (Hamilton)                       | City of Hamilton                            |  |  |
| Patrolman Dane L. Rowe Memorial Highway                      | SR-317 | Franklin                                | ODOT  |  |  |
| Officer Sonny L. Kim Memorial Highway                        | I-71   | Hamilton                                | ODOT  |  |  |
| Kirkersville Chief Steven "Eric" DiSario<br>Memorial Highway | US-40  | Licking (Kirkersville)                  | Village of Kirkersville                     |  |  |
| Marine Sgt. David R. Christoff Memorial<br>Highway           | SR-65  | Wood (Rossford)                         | City of Rossford                            |  |  |
| Clermont County Vietnam Veterans Memorial<br>Highway         | US-52  | Clermont                                | ODOT  |  |  |
| Brown County Vietnam Veterans Memorial<br>Highway            | US-52  | Brown                                   | ODOT  |  |  |
| Sgt. Herman Zerger Highway                                   | SR-78  | Monroe (Woodsfield)                     | ODOT and Village of Woodsfield              |  |  |
| Purple Heart Veterans Memorial Bridge                        | US-422 | Trumbull (Girard)                       | City of Girard                              |  |  |
| World War I and World War II Veterans<br>Memorial Bridge     | SR-169 | Trumbull                                | ODOT  |  |  |
| Army PFC Walter Earl Duncan, Jr. Memorial<br>Highway         | SR-32  | Pike                                    | ODOT  |  |  |
| PFC Marc L. Cole Memorial Highway                            | SR-55  | Miami (Ludlow Falls)                    | ODOT and Village of<br>Ludlow Falls         |  |  |
| Pvt. David Rhoades Memorial Highway                          | SR-164 | Jefferson (Bergholz)                    | Village of Bergholz                         |  |  |
| First Lt. Harry L. Martin Memorial Highway                   | US-30  | Wyandot and Crawford                    | ODOT  |  |  |
| Football Heritage Corridor                                   | SR-172 | Stark (Massillon and Canton)            | City of Massillon and City of Canton        |  |  |
| Larry Morgan Memorial Highway                                | SR-627 | Stark                                   | ODOT  |  |  |

## **Other designations**

Altogether, the bill establishes 14 official designations to recognize various Ohioans, objects, or causes. These have no direct fiscal effect on the state or political subdivisions. Table 3 below lists these designations in the order that they appear in the bill. In addition to these designations, the bill also contains specific instructions for how the Ohio History Connection is to recognize John Glenn's childhood home.

| Table 3. Official Designations Made by the Bill |   |  |  |  |
|---|---|--|--|--|
| Person, Item, or Cause Recognized               | Official Designation/Day or<br>Month Recognized |  |  |  |
| Shelter pet                                     | Official state pet                              |  |  |  |
| Barn  | Official historical architecture structure      |  |  |  |
| Ohio Principals Month                           | Month of October                                |  |  |  |
| National Atomic Veterans Day                    | July 16   |  |  |  |
| Alzheimer's and Brain Awareness Month           | Month of June                                   |  |  |  |
| Ohio Covered Bridge Week                        | Second week of October                          |  |  |  |
| Chronic Traumatic Encephalopathy Awareness Day  | January 30                                      |  |  |  |
| S.M.A.R.T. Parent Day                           | October 6                                       |  |  |  |
| Jesse Owens Day                                 | September 12                                    |  |  |  |
| We Card Month                                   | Month of September                              |  |  |  |
| Sarcoidosis Awareness Month                     | Month of April                                  |  |  |  |
| Veterans Suicide Awareness Day                  | First Saturday of May                           |  |  |  |
| Superman Day                                    | June 12   |  |  |  |
| Ohio National Missing Children's Day            | May 25  |  |  |  |

#### Designation for John Glenn's childhood home

The bill also requires the Ohio History Connection to designate John Glenn's childhood home in New Concord, Ohio as a state historic site and appropriately mark the site, or cause the site to be marked, as such. This appears to have no direct fiscal effect on the state or political subdivisions, as the Ohio History Connection added the site to the state's network of designated historic sites and museums in August 2016. The site houses the John and Annie Glenn Museum, which is managed locally by the Museum Association of East Muskingum in partnership with the Ohio History Connection.