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## Ohio Legislative Service Commission

Office of Research and Drafting

Legislative Budget
Office

| H.B. 291 <br> $134^{\text {th }}$ General Assembly | Final Fiscal Note \&r |
| :---: | :---: |
|  | Local Impact Statement |
|  | Click here for н.в. 291's Bill Analysis |

Primary Sponsors: Reps. Callender and Troy
Local Impact Statement Procedure Required: No
Tom Wert, Senior Budget Analyst, and other LBO staff

## Highlights

## Memorial highways

- The Ohio Department of Transportation would incur costs of approximately $\$ 500$ per set of signs to produce and install signs for most of the 26 designated memorial highways and bridges in the bill. In some cases, however, municipalities would incur costs for installing the signs.


## Specialty license plates

- The bill creates eight specialty license plates, which are subject to current law's minimum registration requirement of 150 applicants for the first year.
- For each specialty license plate where demand reaches the minimum 150-person registration requirement in its first year, the Bureau of Motor Vehicles (BMV) will: (1) gain at least $\$ 1,500$ in fee revenues and (2) incur between $\$ 882$ and $\$ 1,085$ or more in license plate production costs. The designated recipient organization will receive, depending upon the amount of the required contribution, a minimum of between $\$ 3,000$ and $\$ 4,500$.
- In subsequent years, the BMV will gain $\$ 10$ in fee revenue for each specialty license plate issued or renewed, and incur production costs of $\$ 5.88$ and $\$ 7.23$ for a new single plate and pair of plates issued, respectively. The amount paid to a recipient organization will depend on the number of persons obtaining the plate for which it is the designated recipient.
- The actual BMV fee revenue and cost, as well as contributions for each specialty license plate, will depend upon demand for each license plate in each year.
- A person who applies for one of the bill's specialty license plates must pay additional money, consisting of a $\$ 10 \mathrm{BMV}$ administrative fee and a contribution of $\$ 20, \$ 25$, or $\$ 30$ depending on the recipient organization.
- The bill will have no direct fiscal effect on any of the state's political subdivisions.


## Detailed Analysis

## Memorial highways

The bill designates 25 new memorial highways and bridges on portions of various interstate highways, U.S. routes, and state routes throughout Ohio. The bill also corrects the designation for one existing memorial highway. Overall, the Ohio Department of Transportation (ODOT) would incur costs of approximately $\$ 500$ per set of signs to produce and install signs for most 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 to be located outside of municipal boundaries, as well as the signs on all interstate routes. If a memorial highway begins or ends inside of a municipal corporation, then the city or village is responsible for installing the signage within their jurisdiction. In cases where only a portion of a designated memorial highway lies within a municipal corporation, ODOT and the city or village may share the installation costs. The table below 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.

| Memorial Highway and Bridge Designations in H.B. 291 |  |  |  |
| :--- | :--- | :--- | :---: |
| Designation | Roadway | County | Entity or Entities <br> Responsible for Installation <br> Cost |
| Crooksville Firefighters David <br> Theisen and Stephen Carletti <br> Memorial Highway | State Route 93 | Perry | ODOT |
| Deputy Bill Brewer Memorial <br> Highway | State Route 32 | Clermont | ODOT |
| Officer Kaia L. Grant Memorial <br> Highway | Interstate <br> Route 275 | Hamilton | ODOT |
| Deputy Sheriff Emil <br> Kleinwaechter Memorial <br> Highway | U.S. Route 50 | Hamilton | Village of Terrace Park |


| Memorial Highway and Bridge Designations in H.B. 291 |  |  |  |
| :---: | :---: | :---: | :---: |
| Designation | Roadway | County | Entity or Entities Responsible for Installation Cost |
| Deputy Sheriff Bill Bender and Trooper Randy Bender Memorial Highway | State Route 309 | Marion | ODOT |
| Officer Anthony Dia Memorial Highway | State Route 184 | Lucas | City of Toledo |
| Officers Dennis Bennington and Robert Seiffert Memorial Highway | Interstate Route 71 | Hamilton | ODOT |
| Officer Brandon Stalker Memorial Highway | State Route 184 | Lucas | ODOT |
| Officer Ciera N. Greene Memorial Highway | State Route 123 | Warren | ODOT |
| PFC Steven D. Smith Memorial Highway | State Route 13 | Richland | ODOT |
| Army Sergeant Patrick Ryan Carroll Memorial Highway | State Route 162 | Huron | ODOT |
| SSG Kyle R. McKee Memorial Highway | State Route 86 | Lake | ODOT |
| Army Sgt. Vernon R. Judd Memorial Highway | County Road 321 | Stark | Stark County |
| Sgt. Thomas Cole Walker Memorial Bridge | State Route 7 <br> (spanning West <br> Branch Conneaut <br> Creek) | Ashtabula | City of Conneaut |
| Air Force $2^{\text {nd }}$ Lt. William Vaughan Memorial Bridge | State Route 46 (spanning l-80) | Mahoning | ODOT |
| Adams County Vietnam Veterans Memorial Highway | U.S. Route 52 | Adams | Village of Manchester |
| CPL Benjamin C. Dillon, RLTW, Memorial Highway | Interstate Route 76 | Portage | ODOT |
| Lake Township Veterans Memorial Highway | State Route 795 | Wood | ODOT |


| Memorial Highway and Bridge Designations in H.B. 291 |  |  |  |
| :--- | :--- | :--- | :--- |
| Designation | Roadway | County | Entity or Entities <br> Responsible for Installation <br> Cost |
| SGT Joseph P. Collette <br> Memorial Highway | State Route 158 | Fairfield | ODOT |
| SFC Ron Rosser Medal of <br> Honor Recipient Memorial <br> Highway | Interstate Route 70 | Licking | ODOT |
| U.S. Army Specialist Christian <br> D. Ward Memorial Highway | State Route 60 | Washington | ODOT |
| SGT Gary Lee McKiddy <br> Memorial Highway | State Route 725 | Montgomery | City of Miamisburg |
| Steven Lowell Cook Memorial <br> Highway | State Route 800 | Belmont | ODOT |
| Joseph K. Vrabel 'Ohio <br> Veterans Hall of Fame' <br> Memorial Highway | State Route 224 | Mahoning | Village of Poland |
| Ohio Medal of Honor Highway | U.S. Route 20 | Ashtabula, <br> Lake, <br> Cuyahoga, <br> Lorain, <br> Huron, <br> Sandusky, <br> Wood, <br> Lucas, <br> Fulton, and <br> Williams <br> counties | ODOT |
| First Lt. Ashley White <br> Memorial Highway | Currently known as <br> the First Lt. Ashley <br> White-Stumpf <br> Memorial Highway <br> (State Route 44) | ODOT |  |

## Specialty license plates

The bill creates eight specialty license plates available to all persons with an eligible vehicle registered in Ohio. A person applying for such a plate must pay: (1) a $\$ 10$ Bureau of Motor Vehicles (BMV) administrative fee, and (2) a contribution ranging from $\$ 20$ to $\$ 30$. The table below summarizes each plate by name, including the contribution amount and recipient organization.

| Specialty License Plates |  |  |  |
| :--- | :---: | :---: | :--- |
| Specialty License Plate | BMV <br> Fee | Required <br> Contribution | Contribution Recipient |
| Circleville Pumpkin Show | $\$ 10$ | $\$ 25$ | Circleville Pumpkin Show, Inc. |
| Keep Ohio Beautiful | $\$ 10$ | $\$ 20$ | Keep Ohio Beautiful, Inc. |
| Little Brown Jug | $\$ 10$ | $\$ 20$ | Little Brown Jug Society |
| Loyal Order of the Moose | $\$ 10$ | $\$ 20$ | The Ohio Chapter of the Loyal Order of the Moose |
| On Our Sleeves | $\$ 10$ | $\$ 20$ | Nationwide Children's Hospital |
| Marshall University | $\$ 10$ | $\$ 30$ | Marshall University |
| The Ohio Aerospace Institute | $\$ 10$ | $\$ 25$ | The Ohio Aerospace Institute |
| University of Alabama | $\$ 10$ | $\$ 30$ | University of Alabama |

## License plate implementation procedure

Under existing law, the Registrar of Motor Vehicles is not required to implement any legislation that creates a specialty license plate until the Registrar receives written statements from at least 150 persons indicating that they intend to apply for and obtain the license plate (R.C. 4503.78).

## Production costs and administrative fees

Under current law, a person registering a motor vehicle may elect to purchase a single license plate or a set of two plates. The BMV currently produces specialty license plates via a digital print-on-demand process. The cost to produce a single plate is $\$ 5.88$. The production cost for a pair is $\$ 7.23$.

A person obtaining a specialty license plate under the bill is required to pay an administrative fee of $\$ 10$, the purpose of which is to compensate the BMV for additional services required in issuing the plate. The administrative fee is credited to the Public Safety - Highway Purposes Fund (Fund 5TM0), which is used in part to pay the BMV's expenses related to titling motor vehicles, licensing drivers, and registering motor vehicles. The actual BMV fee revenue and cost for each specialty license plate will depend upon demand for each license plate each year.

- Assuming a new specialty license plate satisfies the minimum 150-person registration requirement, then, in the first year, the annual production costs for that plate will total at a minimum between $\$ 882$ (150 persons $\times \$ 5.88$ ) and $\$ 1,085$ (150 persons x $\$ 7.23$ ), and the administrative fees collected will total at least $\$ 1,500$ ( 150 persons $x \$ 10$ ).
- In subsequent years, the BMV will collect $\$ 10$ for each new and renewed specialty license plate. For each new plate issued, the production cost will be $\$ 5.88$ and $\$ 7.23$ for a single plate and pair of plates, respectively.


## License Plate Contribution Fund

The required contribution paid for the issuance of each of the bill's specialty license plates will be credited to the existing License Plate Contribution Fund (Fund 5V10), and then paid to the designated recipient organization. In the first year, each designated recipient organization will receive, depending upon the amount of the required contribution, a minimum of between $\$ 3,000$ and $\$ 4,500$. In subsequent years, the amount paid annually to each organization will depend on the number of persons obtaining the plate for which it is the designated recipient.

