

OHIO LEGISLATIVE SERVICE COMMISSION

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Fiscal Note & Local Impact Statement

Bill: H.B. 264 of the 132nd G.A. Status: As Introduced

Sponsor: Rep. Roegner Local Impact Statement Procedure Required: No

Subject: "Hudson City Schools" license plate

State Fiscal Highlights

- The Bureau of Motor Vehicles (BMV) will experience an increase in expenditures of \$6.08 to produce each requested pair of "Hudson City Schools" license plates, which will be offset by the bill's required \$10 BMV administrative fee.
- The amount credited to the existing License Plate Contribution Fund (Fund 5V10) and then paid to the Hudson City School District (\$30 contribution per pair) will depend upon demand for the license plate, which is uncertain.

Local Fiscal Highlights

No direct fiscal effect on political subdivisions.

Detailed Fiscal Analysis

The bill creates the "Hudson City Schools" license plate that is available to all Ohio motorists. As summarized in the table below, a motorist applying for the plate must pay: (1) a \$10 Bureau of Motor Vehicles (BMV) administrative fee, and (2) a \$30 contribution to be used by the Hudson City School District. The bill specifies that the implementation and termination procedures that typically apply to special license plates do not apply to the "Hudson City Schools" license plate. The bill has no direct fiscal effect on political subdivisions.

Special License Plate			
Special License Plate	BMV Fee	Required Contribution	Contribution Recipient
Hudson City Schools	\$10	\$30	Hudson City School District

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 "Hudson City Schools" license plate must pay an administrative fee of \$10, the purpose of which is to compensate the BMV for additional services required in

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issuing the plate. The administrative fees will be credited to the Public Safety – Highway Purposes Fund (Fund 5TM0),¹ which is used in part to pay the BMV's expenses related to titling motor vehicles, licensing drivers, and registering motor vehicles. The magnitude of the annual revenues and expenditures generated by the license plate will depend upon demand, which is uncertain.

Hudson City School District

The \$30 contribution paid for the issuance of the "Hudson City Schools" license plate will be credited to the existing License Plate Contribution Fund (Fund 5V10) and then paid to the Hudson City School District. The amount of revenue generated for the Hudson City School District will depend upon demand for the license plate, which is uncertain.

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¹ The Public Safety – Highway Purposes Fund (Fund 5TM0) was created in H.B. 26 of the 132nd General Assembly to consolidate the existing State Bureau of Motor Vehicles Fund (Fund 4W40), State Highway Safety Fund (Fund 7036), Highway Safety Salvage and Exchange Administration Fund (Fund 8300), and Highway Safety Salvage and Exchange Highway Patrol Fund (Fund 8410). Fund 5TM0 became effective on July 1, 2017.