



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 582

PRINTERS NO. 651

PRIME SPONSOR: Causer

REVENUE INCREASE / (DECREASE)

FUND	FY 2014/15	FY 2015/16
Motor License Fund	\$0	See "Fiscal Impact"

SUMMARY: Increases the annual income limit for retired persons to qualify for vehicle registration fee exemption from \$19,200 to \$23,500. This legislation would take effect in 60 days.

ANALYSIS: This legislation amends Title 75 (Vehicle Code) to increase the annual income limit for retired persons receiving social security or other pension income to qualify for a vehicle registration fee reduction (eligible persons pay \$10 per current law), from \$19,200 to \$23,500.

FISCAL IMPACT: According to PennDOT, 129,149 individuals qualified for the exemption from registration under Section 1901(c)(16) over the last 12 months which created a revenue loss of \$4,439,233 over that period. PennDOT is unable to project how many additional vehicle owners would qualify for the reduced fee if this legislation was enacted.

This legislation would increase the income threshold from \$19,200 to \$23,500 which is about a 22% increase. A hypothetical estimate would be to apply the 22% increase to the current eligible population which would total approximately 28,400 eligible individuals for an increased revenue loss of approximately \$976,000.

PREPARED BY: Tim Rodrigo
House Appropriations Committee (R)

DATE: June 10, 2015

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.