

**SENATE APPROPRIATIONS COMMITTEE  
FISCAL NOTE**

**BILL NO.** House Bill 582

**PRINTER NO.** 651

**AMOUNT**

(\$3,437,295) Revenue Loss

**FUND**

Motor License Fund

**DATE INTRODUCED**

February 23, 2015

**PRIME SPONSOR**

Representative Causer

**DESCRIPTION AND PURPOSE OF BILL**

House Bill 582 amends Title 75 (Vehicles) of the Pennsylvania Consolidated Statutes, in fees, further providing for exemption of persons, entities and vehicles from fees.

This legislation amends §1901(c)(16) of Title 75 (Vehicles) to increase the total annual income from \$19,200 to \$23,500 for a retired person receiving social security or other pension to be eligible to pay a processing fee in the amount of \$10.00 in lieu of paying a vehicle registration fee.

This act shall take effect in 60 days.

**FISCAL IMPACT:**

According to the Pennsylvania Department of Transportation (Department), over the last 12 months, the Department has record of 129,149 qualifying individuals who received the exemption from registration under §1901(c)(16). Without the exemption applied, the revenue that would have been collected is \$5,730,723. With the exemption applied, the revenue collected was \$1,291,490; this is a total revenue impact to the Motor License Fund of \$4,439,233.

According to U.S. Census Bureau data for Pennsylvania's current population survey, 2015, this change in statute would make a minimum of 100,000 additional applicants qualify for the exemption.

Using the data listed above for the newly qualified applicants, without the exemption applied, the revenue that would be collected is \$4,437,295. With the exemption applied, the revenue collected will be \$1,000,000; this is an additional negative revenue impact to the Motor License Fund of \$3,437,295.