

SENATE APPROPRIATIONS COMMITTEE FISCAL NOTE

BILL NO. House Bill 1154

PRINTER NO. 1966

AMOUNT

FY 2015-16 No Fiscal Impact
FY 2016-17 \$2.1 Million Costs

FUND

Motor License Fund

DATE INTRODUCED

May 6, 2015

PRIME SPONSOR

Representative D. Costa

DESCRIPTION AND PURPOSE OF BILL

House Bill 1154 amends Title 75 (Vehicles) of the Pennsylvania Consolidate Statutes, stopping the scheduled elimination of the requirement to display registration stickers on license plates.

Specifically, this legislation amends §1332 (relating to display of registration plate) by repealing subsection (d) (relating to validating registration stickers) which states “validating registration stickers shall not be issued or required to be displayed.”

Act 89 of 2013 eliminated the requirement that validating registration stickers be affixed to vehicle license plates. This requirement elimination is effective December 31, 2016.

This act shall take effect immediately.

FISCAL IMPACT:

According to the Pennsylvania Department of Transportation (PennDOT), this legislation would have an annual cost to the Motor License Fund in the amount of \$4.2 million. These costs are as follows:

- \$2.2 million for registration sticker procurement through the Department of Corrections; and
- \$2 million in lost savings, for printing and mailing costs, as PennDOT had planned to move forward with allowing customers to print their own registration card, thus, eliminating the need to print and mail registration cards and stickers to customers.

Registration sticker inventories at PennDOT will need to be replenished soon after the enactment of this legislation, although it’s unlikely that it would have any fiscal impact in FY 2015-16.

Due to the December 31, 2016 sticker requirement elimination effective date, there will only be an estimated \$2.1 million adverse fiscal impact in FY 2016-17 with recurring annual costs of \$4.2 million thereafter.