

FISCAL NOTE
Requested by Legislative Council
04/16/2015

Amendment to: HB 1360

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$78,345		\$86,911
Expenditures				\$25,020		\$8,904
Appropriations				\$25,020		\$8,904

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties		\$1,866	\$7,149
Cities		\$1,060	\$4,062
School Districts			
Townships		\$229	\$877

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill provides for NDDOT to issue "patriotic" motor vehicle plates.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

While it is not possible to fully determine the impact this bill will have as we don't know how many people will choose to purchase a patriotic license plate, we can estimate a fiscal impact based on an assumed scenario. These assumptions are shown below. Note that the impact to investment earnings from the Veteran's Postwar Trust Fund was not included in the scenario as this impact will likely be minimal. Significant assumptions used for this scenario are:

- * Cost to NDDOT to purchase one set of plates - \$8.81
- * Design Costs (Per Design) - \$1,500
- * Mailing cost per set of plates - \$3.39
- * Computer programming costs - 1st year - \$4,000
- * Computer programming costs - following years - \$1,000
- * Estimated number of plates upon initial issue - 1,600
- * Estimated number of plates per year after initial issue (10%) - 160
- * One time fee revenue for plate design(3 designs X \$1,500) - \$4,500
- * One time fee revenue - \$25 (\$15 to Veterans Postwar Trust Fund & \$10 to Highway Tax Distribution Fund)
- * Annual surcharge revenue per set of plates - \$25
- * Highway Tax Distribution Fund share of annual surcharge revenue - \$10 per registration
- * Veteran's Postwar Trust Fund share of annual surcharge revenue - \$15 per registration

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Name: Shannon L. Sauer

Agency: NDDOT

Telephone: 328-4375

Date Prepared: 04/17/2015

FISCAL NOTE
Requested by Legislative Council
04/07/2015

Amendment to: HB 1360

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$47,297		\$80,507
Expenditures				\$28,020		\$5,904
Appropriations				\$28,020		\$5,904

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties		\$(1,657)	\$6,797
Cities		\$(940)	\$3,862
School Districts			
Townships		\$(203)	\$834

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill provides for NDDOT to issue "patriotic" motor vehicle plates.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

While it is not possible to fully determine the impact this bill will have as we don't know how many people will choose to purchase a patriotic license plate, we can estimate a fiscal impact based on an assumed scenario. These assumptions are shown below. Note that the impact to investment earnings from the Veteran's Postwar Trust Fund was not included in the scenario as this impact will likely be minimal. Please see the accompanying attachment for the calculation of the fiscal effects. Significant assumptions used for this scenario are:

- * Cost to NDDOT to purchase one set of plates - \$8.81
- * Design Costs (3 designs X \$1,500) - \$4,500
- * Mailing cost per set of plates - \$3.39
- * Computer programming costs - 1st year - \$4,000
- * Computer programming costs - following years - \$1,000
- * Estimated number of plates upon initial issue - 1,600
- * Estimated number of plates per year after initial issue (10%) - 160
- * One time fee revenue(3 designs X \$1,500) - \$4,500
- * Annual surcharge revenue per set of plates - \$25
- * Highway Tax Distribution Fund share of annual surcharge revenue - \$10 per registration
- * Veteran's Postwar Trust Fund share of annual surcharge revenue - \$15 per registration

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Please see schedules 3, 4, and 5 in the accompanying attachment for the calculation of the revenue effects.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Please see schedules 1 and 2 in the accompanying attachment for the calculation of the expenditure effects.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Name: Shannon L. Sauer

Agency: NDDOT

Telephone: 328-4375

Date Prepared: 04/08/2015

HB1360 - with Senate Amendments Calculation of Fiscal Impacts

EXPENDITURES

<i>Schedule 1 - NDDOT Expenditures</i>	2015-2017 Biennium			2017-2019
	1st yr	2nd yr	Total 1st Biennium	Biennium
Plate Design		4,500	4,500	
Mailing Costs		5,424	5,424	1,085
Purchase cost of plates		14,096	14,096	2,819
Computer programming costs		4,000	4,000	2,000
Estimated Total Costs	\$ -	\$ 28,020	\$ 28,020	\$ 5,904

<i>Schedule 2 - Allocation of Expenditure Impact to Revenues distributed through the Highway Tax Distribution Fund</i>	Allocation Percentage	2015-2017 Biennium		2017-2019
		Revenue Reduction	Biennium Revenue Reduction	
NDDOT	61.3%	\$ 17,176	\$ 3,619	
Public Transportation Fund	1.5%	\$ 420	\$ 89	
Cities	12.5%	\$ 3,503	\$ 738	
Counties	22.0%	\$ 6,164	\$ 1,299	
Townships	2.7%	\$ 757	\$ 159	
Total		\$ 28,020	\$ 5,904	

REVENUES

	2015-2017 Biennium			2015-2017 Biennium			2017-2019 Biennium - 2 Years		
	1st year		Total	2nd year		Total	2017-2019 Biennium - 2 Years		Total
	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund		Highway Tax Distribution Fund	Veteran's Postwar Trust Fund		Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	
Initial Fee			\$ 4,500	\$ 4,500					
Annual Surcharge			40,000	16,000	24,000	92,000	36,800	55,200	
Total	\$ -	\$ -	\$ 44,500	\$ 20,500	\$ 24,000	\$ 92,000	\$ 36,800	\$ 55,200	

<i>Schedule 4 - Allocation of Revenue Impact through Highway Tax Distribution Fund</i>	Allocation Percentage	2015-2017 Biennium	2017-2019 Biennium
NDDOT	61.3%	\$ 12,567	\$ 22,558
Public Transportation Fund	1.5%	\$ 308	\$ 552
Cities	12.5%	\$ 2,563	\$ 4,600
Counties	22.0%	\$ 4,510	\$ 8,096
Townships	2.7%	\$ 554	\$ 994
Total		\$ 20,500	\$ 36,800

<i>Schedule 5 - Net Impact of Revenues and Expenditure Impact on Highway Tax Distribution Fund Recipients and Veteran's Postwar Trust Fund</i>	2015-2017 Biennium	2017-2019 Biennium
State Entities		
Veteran's Postwar Trust Fund	\$ 24,000	\$ 55,200
NDDOT Motor Vehicle "Off the Top" funding for expenditures	28,020	5,904
NDDOT Share of impact to Highway Tax Distribution Fund	(4,610)	18,939
Public Transportation share of impact to Highway Tax Distribution Fund	(113)	463
Total Net Revenue Impact to State Entities	\$ 47,297	\$ 80,507
Cities, Counties, and Townships		
Cities Share of impact to Highway Tax Distribution Fund	\$ (940)	\$ 3,862
Counties share of impact to Highway Tax Distribution Fund	(1,654)	6,797
Townships share of impact to Highway Tax Distribution Fund	(203)	834
Total Net Revenue Impact to Cities, Counties, and Township	\$ 2,798	\$ 11,492

Minor Math Variances are due to spreadsheet rounding

Prepared by NDDOT Financial Management Division
April 8, 2015

FISCAL NOTE
Requested by Legislative Council
02/09/2015

Amendment to: HB 1360

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$739,278		\$290,271
Expenditures				\$253,284		\$70,104
Appropriations				\$253,284		\$70,104

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties		\$21,718	\$(1,343)
Cities		\$12,340	\$(763)
School Districts			
Townships		\$2,665	\$(165)

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill requires NDDOT to issue "patriotic" motor vehicle plates.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

While it is not possible to fully determine the impact this bill will have as we don't know how many people will choose to purchase a patriotic license plate, we can estimate a fiscal impact based on an assumed scenario. These assumptions are listed in the accompanying attachments. Note that the impact to investment earnings from the Veteran's Postwar Trust Fund was not included in the scenario as this impact will likely be minimal. Please see the accompanying attachments for the calculation of the fiscal effects.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Please see schedules 3-5 on the accompanying attachments for the calculation of the revenue effects.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Please see schedules 1 and 2 on the accompanying attachments for the calculation of the expenditure effects.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

NDDOT would require and additional appropriation of \$253,284 for the 2015-2017 biennium to cover the requirements of this bill.

Name: Shannon L. Sauer

Agency: NDDOT

Telephone: 328-4375

Date Prepared: 02/11/2015

HB1360 with 2/9/15 House Amendments
Calculation of Fiscal Impacts
Expenditures

EXPENDITURES

<i>Schedule 1 - NDDOT Expenditures</i>	<u>2015-2017 Biennium</u>			<u>2017-2019</u>
	1st yr	2nd yr	Total 1st Biennium	Biennium
Temporary Salaries	\$ 14,532	\$ 14,532	\$ 29,064	\$ 29,064
Plate Design	4,500		4,500	
Mailing Costs	54,240	5,424	59,664	10,848
Purchase cost of plates	140,960	14,096	155,056	28,192
Computer programming costs	4,000	1,000	5,000	2,000
Estimated Total Costs	<u>\$ 218,232</u>	<u>\$ 35,052</u>	<u>\$ 253,284</u>	<u>\$ 70,104</u>

<i>Schedule 2 - Allocation of Expenditure Impact to Revenues distributed through the Highway Tax Distribution Fund</i>	<u>2015-2017 Biennium</u>		<u>2017-2019</u>
	Allocation Percentage	Revenue Reduction	Biennium Revenue Reduction
NDDOT	61.3%	\$ 155,263	\$ 42,974
Public Transportation Fund	1.5%	\$ 3,799	\$ 1,052
Cities	12.5%	\$ 31,661	\$ 8,763
Counties	22.0%	\$ 55,722	\$ 15,423
Townships	2.7%	\$ 6,839	\$ 1,893
Total		<u>\$ 253,284</u>	<u>\$ 70,104</u>

SCENARIO ASSUMPTIONS

Cost to NDDOT to purchase one set of plates	\$ 8.81
Design costs (3 designs @ \$1,500 each)	\$ 4,500
Mailing cost per set of plates	\$ 3.39
Temporary employees to handle initial issue	0.5
Temporary employees to handle additional demand after 1st biennium	0.5
Temporary Employee rate per hour	\$ 14
Computer programming costs - 1st year	\$ 4,000
Computer programming costs - following years	\$ 1,000
Estimated number of plates upon initial issue	16,000
Estimated number of plates per year after initial issue (10%/yr)	1,600
Initial Issue Fee Revenue per set of plates	\$ 25
Annual Surcharge Revenue per set of plates	\$ 10
Highway Tax Distribution Fund share of initial issue fee	\$ 20
Veteran's Postwar Trust Fund share of initial issue fee	\$ 5

HB1360 with 2/9/15 House Amendments
Calculation of Fiscal Impacts
Revenues

REVENUES

	2015-2017 Biennium			2015-2017 Biennium			2017-2019 Biennium - 2 Years		
	1st year			2nd year					
	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund
Initial Fee	\$ 400,000	\$ 320,000	\$ 80,000	\$ 40,000	\$ 32,000	\$ 8,000	\$ 80,000	\$ 64,000	\$ 16,000
Annual Surcharge	160,000		160,000	176,000		176,000	208,000		208,000
Total	\$ 560,000	\$ 320,000	\$ 240,000	\$ 216,000	\$ 32,000	\$ 184,000	\$ 288,000	\$ 64,000	\$ 224,000

Schedule 4 - Allocation of Revenue Impact through Highway Tax Distribution Fund	Allocation Percentage	2015-2017 Biennium		2017-2019 Biennium	
NDDOT	61.3%	\$ 215,776	\$ 39,232		
Public Transportation Fund	1.5%	\$ 5,280	\$ 960		
Cities	12.5%	\$ 44,000	\$ 8,000		
Counties	22.0%	\$ 77,440	\$ 14,080		
Townships	2.7%	\$ 9,504	\$ 1,728		
Total		\$ 352,000	\$ 64,000		

Schedule 5 - Net Impact of Revenues and Expenditure Impact on Highway Tax Distribution Fund Recipients	2015-2017 Biennium		2017-2019 Biennium	
State Entities				
Veteran's Postwar Trust Fund	\$ 424,000	\$ 224,000		
NDDOT Motor Vehicle "Off the Top" funding for expenditures	253,284	70,104		
NDDOT share of impact to Highway Tax Distribution Fund	60,513	(3,742)		
Public Transportation share of impact to Highway Tax Distribution Fund	1,481	(92)		
Total Net Revenue Impact to State Entities	\$ 739,278	\$ 290,271		
Cities, Counties, and Townships				
Cities share of impact to Highway Tax Distribution Fund	12,340	(763)		
Counties share of impact to Highway Tax Distribution Fund	21,718	(1,343)		
Townships share of impact to Highway Tax Distribution Fund	2,665	(155)		
Total Net Revenue Impact to Cities, Counties, and Townships	\$ 36,723	(2,261)		

SCENARIO ASSUMPTIONS

Cost to NDDOT to purchase one set of plates	\$ 8.81
Design costs (3 designs @ \$1,500 each)	\$ 4,500
Mailing cost per set of plates	\$ 3.39
Temporary employees to handle initial issue	0.5
Temporary employees to handle additional demand after 1st biennium	0.5
Temporary Employee rate per hour	\$ 14
Computer programming costs - 1st year	\$ 4,000
Computer programming costs - following years	\$ 1,000
Estimated number of plates upon initial issue	16,000
Estimated number of plates per year after initial issue (10%/yr)	1,600
Initial Issue Fee Revenue per set of plates	\$ 25
Annual Surcharge Revenue per set of plates	\$ 10
Highway Tax Distribution Fund share of initial issue fee	\$ 20
Veteran's Postwar Trust Fund share of initial issue fee	\$ 5

FISCAL NOTE
Requested by Legislative Council
02/09/2015

Amendment to: HB 1360

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$739,278		\$290,271
Expenditures				\$253,284		\$70,104
Appropriations				\$253,284		\$70,104

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties		\$21,718	\$(1,343)
Cities		\$12,340	\$(763)
School Districts			
Townships		\$2,665	\$(165)

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill requires NDDOT to issue "patriotic" motor vehicle plates.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

While it is not possible to fully determine the impact this bill will have as we don't know how many people will choose to purchase a patriotic license plate, we can estimate a fiscal impact based on an assumed scenario. These assumptions are listed in the accompanying attachments. Note that the impact to investment earnings from the Veteran's Postwar Trust Fund was not included in the scenario as this impact will likely be minimal. Please see the accompanying attachments for the calculation of the fiscal effects.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Please see schedules 3-5 on the accompanying attachments for the calculation of the revenue effects.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Please see schedules 1 and 2 on the accompanying attachments for the calculation of the expenditure effects.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

NDDOT would require and additional appropriation of \$253,284 for the 2015-2017 biennium to cover the requirements of this bill.

Name: Shannon L. Sauer

Agency: NDDOT

Telephone: 328-4375

Date Prepared: 02/11/2015

HB1360 with 2/9/15 House Amendments
Calculation of Fiscal Impacts
Expenditures

EXPENDITURES

<i>Schedule 1 - NDDOT Expenditures</i>	<u>2015-2017 Biennium</u>			<u>2017-2019</u>
	<u>1st yr</u>	<u>2nd yr</u>	<u>Total 1st Biennium</u>	<u>Biennium</u>
Temporary Salaries	\$ 14,532	\$ 14,532	\$ 29,064	\$ 29,064
Plate Design	4,500		4,500	
Mailing Costs	54,240	5,424	59,664	10,848
Purchase cost of plates	140,960	14,096	155,056	28,192
Computer programming costs	4,000	1,000	5,000	2,000
Estimated Total Costs	<u>\$ 218,232</u>	<u>\$ 35,052</u>	<u>\$ 253,284</u>	<u>\$ 70,104</u>

<i>Schedule 2 - Allocation of Expenditure Impact to Revenues distributed through the Highway Tax Distribution Fund</i>	<u>Allocation Percentage</u>	<u>2015-2017</u>	<u>2017-2019</u>
		<u>Biennium Revenue Reduction</u>	<u>Biennium Revenue Reduction</u>
NDDOT	61.3%	\$ 155,263	\$ 42,974
Public Transportation Fund	1.5%	\$ 3,799	\$ 1,052
Cities	12.5%	\$ 31,661	\$ 8,763
Counties	22.0%	\$ 55,722	\$ 15,423
Townships	2.7%	\$ 6,839	\$ 1,893
Total		<u>\$ 253,284</u>	<u>\$ 70,104</u>

SCENARIO ASSUMPTIONS

Cost to NDDOT to purchase one set of plates	\$ 8.81
Design costs (3 designs @ \$1,500 each)	\$ 4,500
Mailing cost per set of plates	\$ 3.39
Temporary employees to handle initial issue	0.5
Temporary employees to handle additional demand after 1st biennium	0.5
Temporary Employee rate per hour	\$ 14
Computer programming costs - 1st year	\$ 4,000
Computer programming costs - following years	\$ 1,000
Estimated number of plates upon initial issue	16,000
Estimated number of plates per year after initial issue (10%/yr)	1,600
Initial Issue Fee Revenue per set of plates	\$ 25
Annual Surcharge Revenue per set of plates	\$ 10
Highway Tax Distribution Fund share of initial issue fee	\$ 20
Veteran's Postwar Trust Fund share of initial issue fee	\$ 5

HB1360 with 2/9/15 House Amendments
Calculation of Fiscal Impacts
Revenues

REVENUES

	2015-2017 Biennium			2015-2017 Biennium			2017-2019 Biennium - 2 Years		
	1st year			2nd year					
	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund
Initial Fee	\$ 400,000	\$ 320,000	\$ 80,000	\$ 40,000	\$ 32,000	\$ 8,000	\$ 80,000	\$ 64,000	\$ 16,000
Annual Surcharge	160,000		160,000	176,000		176,000	208,000		208,000
Total	\$ 560,000	\$ 320,000	\$ 240,000	\$ 216,000	\$ 32,000	\$ 184,000	\$ 288,000	\$ 64,000	\$ 224,000

Schedule 4 - Allocation of Revenue Impact through Highway Tax Distribution Fund	Allocation Percentage	2015-2017 Biennium	2017-2019 Biennium
NDDOT	61.3%	\$ 215,776	\$ 39,232
Public Transportation Fund	1.5%	\$ 5,280	\$ 960
Cities	12.5%	\$ 44,000	\$ 8,000
Counties	22.0%	\$ 77,440	\$ 14,080
Townships	2.7%	\$ 9,504	\$ 1,728
Total		\$ 352,000	\$ 64,000

Schedule 5 - Net Impact of Revenues and Expenditure Impact on Highway Tax Distribution Fund Recipients	2015-2017 Biennium	2017-2019 Biennium
State Entities		
Veteran's Postwar Trust Fund	\$ 424,000	\$ 224,000
NDDOT Motor Vehicle "Off the Top" funding for expenditures	253,284	70,104
NDDOT Share of impact to Highway Tax Distribution Fund	60,513	(3,742)
Public Transportation share of impact to Highway Tax Distribution Fund	1,481	(92)
Total Net Revenue Impact to State Entities	\$ 739,278	\$ 290,271
Cities, Counties, and Townships		
Cities Share of impact to Highway Tax Distribution Fund	12,340	(763)
Counties share of impact to Highway Tax Distribution Fund	21,718	(1,343)
Townships share of impact to Highway Tax Distribution Fund	2,665	(165)
Total Net Revenue Impact to Cities, Counties, and Townships	36,721	(2,272)

SCENARIO ASSUMPTIONS

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Design costs (3 designs @ \$1,500 each)	\$ 4,500
Mailing cost per set of plates	\$ 3.39
Temporary employees to handle initial issue	0.5
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Annual Surcharge Revenue per set of plates	\$ 10
Highway Tax Distribution Fund share of initial issue fee	\$ 20
Veteran's Postwar Trust Fund share of initial issue fee	\$ 5

FISCAL NOTE
Requested by Legislative Council
01/16/2015

Revised
 Bill/Resolution No.: HB 1360

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$747,221		\$318,253
Expenditures				\$335,196		\$156,336
Appropriations				\$335,196		\$156,336

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties		\$(35,023)	\$(27,354)
Cities		\$(19,900)	\$(15,542)
School Districts			
Townships		\$(4,298)	\$(3,357)

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

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- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

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- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Please see schedules 1 and 2 on the accompanying attachments for the calculation of the expenditure effects.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

NDDOT would require and additional appropriation of \$335,196 for the 2015-2017 biennium to cover the requirements of this bill.

Name: Shannon L. Sauer

Agency: NDDOT

Telephone: 328-4375

Date Prepared: 01/26/2015

HB1360
Calculation of Fiscal Impacts
Expenditures

EXPENDITURES

<i>Schedule 1 - NDDOT Expenditures</i>	2015-2017 Biennium			2017-2019
	1st yr	2nd yr	Total 1st Biennium	Biennium
Temporary Salaries	\$ 58,128	\$ 58,128	\$ 116,256	\$ 116,256
Plate Design	4,500		4,500	
Mailing Costs	49,440	4,944	54,384	9,888
Purchase cost of plates	140,960	14,096	155,056	28,192
Computer programming costs	4,000	1,000	5,000	2,000
Estimated Total Costs	<u>\$ 257,028</u>	<u>\$ 78,168</u>	<u>\$ 335,196</u>	<u>\$ 156,336</u>

Schedule 2 - Allocation of Expenditure Impact to Revenues distributed through the Highway Tax Distribution Fund

Highway Tax Distribution Fund	Allocation Percentage	2015-2017	2017-2019
		Biennium Revenue Reduction	Biennium Revenue Reduction
NDDOT	61.3%	\$ 205,475	\$ 95,834
Public Transportation Fund	1.5%	\$ 5,028	\$ 2,345
Cities	12.5%	\$ 41,900	\$ 19,542
Counties	22.0%	\$ 73,743	\$ 34,394
Townships	2.7%	\$ 9,050	\$ 4,221
Total		<u>\$ 335,196</u>	<u>\$ 156,336</u>

SCENARIO ASSUMPTIONS

Cost to NDDOT to purchase one set of plates	\$ 8.81
Design costs (3 designs @ \$1,500 each)	\$ 4,500
Mailing cost per set of plates	\$ 3.09
Temporary employees to handle initial issue	2
Temporary employees to handle additional demand after 1st biennium	2
Temporary Employee rate per hour	\$ 14
Computer programming costs - 1st year	\$ 4,000
Computer programming costs - following years	\$ 1,000
Estimated number of plates upon initial issue	16,000
Estimated number of plates per year after initial issue (10%/yr)	1,600
Initial Issue Fee Revenue per set of plates	\$ 20
Annual Surcharge Revenue per set of plates	\$ 10
Highway Tax Distribution Fund share of initial issue fee	\$ 10
Veteran's Postwar Trust Fund share of initial issue fee	\$ 10

HB1360
Calculation of Fiscal Impacts
Revenues

REVENUES

<u>Schedule 3 - Fee Revenues</u>	<u>2015-2017 Biennium</u>			<u>2015-2017 Biennium</u>			<u>2017-2019 Biennium - 2 Years</u>		
	1st year			2nd year			2017-2019 Biennium - 2 Years		
	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund	Total	Highway Tax Distribution Fund	Veteran's Postwar Trust Fund
Initial Fee	\$ 320,000	\$ 160,000	\$ 160,000	\$ 32,000	\$ 16,000	\$ 16,000	\$ 64,000	\$ 32,000	\$ 32,000
Annual Surcharge	160,000		160,000	176,000		176,000	208,000		208,000
Total	\$ 480,000	\$ 160,000	\$ 320,000	\$ 208,000	\$ 16,000	\$ 192,000	\$ 272,000	\$ 32,000	\$ 240,000

<u>Schedule 4 - Allocation of Revenue Impact through Highway Tax Distribution Fund</u>	Allocation Percentage	2015-2017 Biennium	2017-2019 Biennium
NDDOT	61.3%	\$ 107,888	\$ 19,616
Public Transportation Fund	1.5%	\$ 2,640	\$ 480
Cities	12.5%	\$ 22,000	\$ 4,000
Counties	22.0%	\$ 38,720	\$ 7,040
Townships	2.7%	\$ 4,752	\$ 864
Total		\$ 176,000	\$ 32,000

<u>Schedule 5 - Net Impact of Revenues and Expenditure Impact on Highway Tax Distribution Fund Recipients</u>	2015-2017 Biennium	2017-2019 Biennium
<u>State Entities</u>		
Veteran's Postwar Trust Fund	\$ 512,000	\$ 240,000
NDDOT Motor Vehicle "Off the Top" funding for expenditures	335,196	156,336
NDDOT Share of impact to Highway Tax Distribution Fund	(97,587)	(76,218)
Public Transportation share of impact to Highway Tax Distribution Fund	(2,388)	(1,865)
Total Net Revenue Impact to State Entities	\$ 747,221	\$ 318,253
<u>Cities, Counties, and Townships</u>		
Cities Share of impact to Highway Tax Distribution Fund	(19,900)	(15,542)
Counties share of impact to Highway Tax Distribution Fund	(35,023)	(27,354)
Townships share of impact to Highway Tax Distribution Fund	(4,298)	(3,357)
Total Net Revenue Impact to Cities, Counties, and Townships	(59,222)	(46,254)

SCENARIO ASSUMPTIONS

Cost to NDDOT to purchase one set of plates	\$ 8.81
Design costs (3 designs @ \$1,500 each)	\$ 4,500
Mailing cost per set of plates	\$ 3.09
Temporary employees to handle initial issue	2
Temporary employees to handle additional demand after 1st biennium	2
Temporary Employee rate per hour	\$ 14
Computer programming costs - 1st year	\$ 4,000
Computer programming costs - following years	\$ 1,000
Estimated number of plates upon initial issue	16,000
Estimated number of plates per year after initial issue (10%/yr)	1,600
Initial Issue Fee Revenue per set of plates	\$ 20
Annual Surcharge Revenue per set of plates	\$ 10
Highway Tax Distribution Fund share of initial issue fee	\$ 10
Veteran's Postwar Trust Fund share of initial issue fee	\$ 10

2015 HOUSE TRANSPORTATION

HB 1360

2015 HOUSE STANDING COMMITTEE MINUTES

Transportation Committee
Fort Totten Room, State Capitol

HB 1360
1/29/2015
#22842

Subcommittee
Conference Committee

Committee Clerk Signature

Jeanette Cook

Explanation or reason for introduction of bill/resolution:

A bill relating to patriotic number plates; and relating to disabled veteran motor vehicle registration.

Minutes:

Attachment # 1-3

Chairman Dan Ruby opened the hearing on HB 1360.

Vice Chairman Lisa Meier spoke to introduce HB 1360. She provided written testimony and suggested amendments. See attachments # 1-2.

Representative Lois Delmore: Is this just one plate that we are talking about? Has this already been designed, so we would know what it looks like? How will they come up with the design?

Vice Chairman Lisa Meier: Yes, it is one plate, and it has been designed. The Commissioner has examples of the plate.

Representative Ben Hanson: If folks wanted this, then they would pay a fee to the state to cover the cost of the new plate?

Vice Chairman Lisa Meier: You are correct.

Lonnie Wangen, Commissioner of Veteran Affairs in North Dakota, spoke to support and explain HB 1360.

The Post War Trust Fund was set up when the Viet Nam war was going on. At that point it was about \$40 million. It was to help take care of the veterans when they came back. It dwindled down and was used for other veteran related items, and in 1996 it became a permanent part of our constitution. It was held at \$4 million dollars for many years. Now the fund is growing. The spending dollars off the interest earnings of the Post War Trust Funds are now about what they were in the 80s. We can provide much less for our veterans right now. The principle cannot be touched; it is used to grow the fund. Part of

the interest earnings go to the Administrative Committee on Veterans' Affairs for assisting veterans with emergency needs.

Chairman Dan Ruby: How much is currently in the fund?

Lonnie Wangen: Currently about \$5 million. These plates would be one way to boost the principle of this account. The interest can never be touched. The interest is used for veterans.

There are three different plates: one with an American flag, one with the head of a bald eagle, and the third is a boony stomper (a small version of a battle field cross). (Pictures provided to committee members via e-mail.) The idea is to simply show patriotism. Many other states have these. The other part with the DAV plates is giving the unmarried spouse the right to retain the plate if the veteran passes away.

Representative Gary Paur: How much has the state contributed to the Post War Trust Fund over the last ten years?

Lonnie Wangen: \$250,000

Chairman Dan Ruby: We have a lot of plates that only veterans can qualify for. The title says disabled veterans, but this plate is available to the general public, correct?

Lonnie Wangen: Yes, there are two sections to the bill. The first section with the patriotic plates is open to the general public. Section 2 is the disabled veterans' portion with the DAV plates.

Chairman Dan Ruby: Previously under the DAV plate was the surviving spouse able to retain the plate?

Lonnie Wangen: No, they were not.

Garald Maddock, President of the North Dakota Veterans' Coordinating Council, stated that on December 5th the group voted to support this. We would ask for your support on HB 1360.

There was no further support for HB 1360.
There was no opposition to HB 1360.

Linda Sitz, Director of Motor Vehicle Division, North Dakota Department of Transportation, spoke in a neutral capacity on HB 1360. She provided written testimony and a proposed amendment. See attachment # 3.

Linda Sitz explained the fiscal note to the committee. It was based on an estimate of 16,000 plates when we did our calculations for this. On the revenue page the \$747,000 is based on the \$20 amount (\$10 goes to the Department of Transportation and \$15 goes to the Post War Veterans' Fund). The dollar amount is \$512,000 for Post War Veterans' Fund and \$335,000 for the Department of Transportation. But then the distribution to the

Highway Tax Fund decreases, so it nets out to be \$747,000. There probably would be an interest in having about 1,600 plates new every year. That is where the \$240,000 came in. The expenditures for this plate are based on the cost of mailing the plates out plus the set-up fee. Normally there is \$1,500 per logo for set-up; in this case there will be three logos. The estimated cost of this type of plate would be about \$8.81. That times the 1,600 give you those dollar amounts. We will have to hire some additional staff to help us with the increased amount of plates that we will be sending out in addition to our general plate issue.

Representative Kathy Hawken: Does anyone else have a different amount? Do all organizations pay the \$1,500 and the \$25, or do some get an exemption from that?

Linda Sitz: No

Representative Kathy Hawken: Do you really need two people to handle that number of limited plates?

Linda Sitz: Yes, a new plate adds a lot of steps to the process and takes time.

Representative Robin Weisz: How much currently do I pay for a plate on a passenger vehicle?

Linda Sitz: It is estimated about \$5.00. That is not our cost, which is higher.

Representative Robin Weisz: Why is there a loss in revenue if you they are paying \$10 for these plates, but if I just go out and buy one it is only \$5.00?

Linda Sitz: This fiscal note is based on the cost to the Department of Transportation. So, even though we only charge \$5.00, those plates do cost us over \$8.00 for a plate. That is how the fiscal note was set up.

Representative Robin Weisz: But the Highway Tax Distribution Fund shows a loss of income. Why is there a reduction if I am buying a plate for \$10.00 instead of paying \$5.00? That has nothing to do with the cost to produce the plate, because you don't offset that before you put it in the Highway Tax Distribution Fund.

Linda Sitz: We went through the numbers quite extensively when we were running these, and we used the calculations that we have for the expenditures. We did look at our real time costs. I understand what you are saying that after the first year it wouldn't cost anything.

Representative Robin Weisz: I am strictly referring to the loss in revenue.

Linda Sitz: I will research that and get back to you.

Representative Rick C. Becker: Wouldn't it be much more efficient to just provide a plate with a place for a decal, and then let the citizens of North Dakota decide what decal they'd like to put on it?

Linda Sitz: The plates are set up with the logo already created. When the sheeting comes in, the plate is already on there. In 2001 they did the decals, but we had situations where individuals weren't putting the decal on the correct way. It was causing some confusion. They also didn't stay on the plate very well. This is a more professional way of looking at the decals. Most states have the logo within the sheeting of the plate.

Representative Lois Delmore: I would like a breakdown of the salaries for those two employees. In the first two years you have almost \$120,000, and then the next two years you are still going to have that large amount for temporary salaries. I think it excessive.

Vice Chairman Lisa Meier: I agree; it does seem excessive. I think the idea of getting us a breakdown of the employees is a good idea.

Linda Sitz: Are you looking at the whole fiscal note or just certain sections?

Vice Chairman Lisa Meier: It seems to me that the process should be a lot simpler, and it shouldn't be as expensive as you are stating in your appropriation.

Linda Sitz: That \$1500 is directly from Century Code. The \$1500 is not just the Department of Transportation's expense; it is the expense with the vendor and the expense with Roughrider Industries also. It is a long process that normally takes about 8 weeks to get the plate design approved.

Chairman Dan Ruby: Do all of the different decals raise money for whatever charity they represent? When they buy them, does a percentage go to the group? That doesn't necessarily use that process to raise the funds, is that correct?

Linda Sitz: That is correct. Normally it is a \$25 cost and \$15 goes to the organization as a fundraiser and \$10 comes to the Department of Transportation which gets distributed to Highway Tax Distribution Fund.

Chairman Dan Ruby: Is the new process going to be easier with the new system? When will the new issuance start appearing?

Linda Sitz: Yes, it is supposed to be easier, but since we don't have any experience using the digital process yet, we are just guessing that it will be seamless. It is a computer system. We are hoping to start sometime in the fall of 2015.

Chairman Dan Ruby: Please get us some of the specific information as requested by the committee, and also an answer to the question that Representative Robin Weisz has asked.

Representative Kathy Hawken: Why isn't this one the same as the others?

Lonnie Wangen: This is for the Post War Trust Fund which is a constitutional fund. It is not a non-profit group on its own. We can't take money out of the Post War Trust Fund to purchase the plates. It has to be more like our veterans' plates. Then there is \$1500 cost.

Chairman Dan Ruby: Since this is also for the general public, it might be difficult to get the general public to kick in the \$1500, I suppose.

Chairman Dan Ruby: Linda, did we just figure out why there is a hit to the distribution fund?

Linda Sitz: If there was a possibility of splitting the funds up like a regular organizational plate, then the fiscal would have to change based on that.

Chairman Dan Ruby: Are you saying that we would put the plate cost to be the \$25 and a margin above that to absorb the \$1500 per plate design? Would that be the preferred option?

Linda Sitz: Just off of the top of my head I think that if there was a possibility to split the plate when it was purchased, the Department of Transportation could absorb that \$4,500 to create those three plates if we needed to. If we treated it just like an organizational plate, where \$15 would go to the organization and \$10 to the Department of Transportation, then there would be something coming back to the state each year.

Chairman Dan Ruby: So, that is where the cost difference comes in. When you have one of the other decal plates, you are paying that amount every year, but Representative Robin Weisz was just talking about purchasing a one-time plate. So, this would be a one time, and then they would only pay the registration on their vehicle and not the extra \$25 fee that they have to pay every year.

Linda Sitz: The way the bill is written, that \$10 on the second year, the annual fee, would go to the Post War Fund.

Chairman Dan Ruby: Right now \$10 goes to the Department of Transportation and \$15 goes to the organization.

There were no further questions from the committee.
The hearing on HB 1360 was closed.

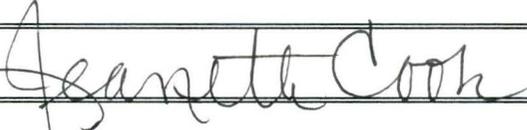
2015 HOUSE STANDING COMMITTEE MINUTES

Transportation Committee
Fort Totten Room, State Capitol

HB1360
2/5/2015
#23355

Subcommittee
Conference Committee

Committee Clerk Signature



Explanation or reason for introduction of bill/resolution:

A bill relating to patriotic number plates; and relating to disabled veteran motor vehicle registration.

Minutes:

Attachments #1-2

Chairman Dan Ruby brought HB 1360 before the committee for discussion.

Vice Chairman Lisa Meier reviewed the amendments that were done for clean-up, .01002. See attachment #1.

Vice Chairman Lisa Meier moved the amendments, .01002.

Representative Ben Hanson seconded the motion.

A voice vote was taken: All Aye. The motion carried.

Rep. Mark Owens presented amendment, 01004, and explained that it gives the bill a contingent effective date. See attachment #2.

There was discussion to clarify the amendment.

Rep. Mark Owens moved the amendment 01004.

Representative Lois Delmore seconded the motion.

A voice vote was taken. All Aye. The motion carried.

Representative Kathy Hawken: We have to decide if it will be a general public plate. If so, it will be a vanity plate.

Rep. Mark Owens: I will get clarification on this from Legislative Council.

Representative Robin Weisz: The fiscal note does not reflect the \$1500. The total programming costs are only \$5,000. Whatever we do won't change the fiscal note. The only numbers we will change will be on the revenue side.

Chairman Dan Ruby stated that we will hold the bill and work with Legislative Council on the division of the dollars.

2015 HOUSE STANDING COMMITTEE MINUTES

Transportation Committee
Fort Totten Room, State Capitol

HB1360
2/6/2015
#23418

Subcommittee
 Conference Committee

Committee Clerk Signature

Jeanette Cook

Explanation or reason for introduction of bill/resolution:

A bill relating to patriotic number plates; and relating to disabled veteran motor vehicle plates.

Minutes:

Chairman Dan Ruby brought HB1360 before the committee for discussion and briefly reviewed the bill.

Vice Chairman Lisa Meier: We discussed putting this under the vanity license plate code. Rep. Mark Owens and I talked to Legislative Council, and we decided to keep it under the Veterans' license plate code. We passed the amendments yesterday.

Vice Chairman Lisa Meier: I believe we are ready to move a DO PASS on the bill.

Representative Lois Delmore: Do we need to change the price, so that there is not a fiscal note on the bill that will prevent its passage?

Vice Chairman Lisa Meier: Did we change the price, Rep. Mark Owens?

Rep. Mark Owens: No, we didn't.

Vice Chairman Lisa Meier: There probably won't be as many veterans applying for this plate, and once we have the new system with the license plate process, I believe the fiscal note will be very little. Once we reason with appropriations, it is practical that it won't cost that much.

Representative Robin Weisz discussed the new fiscal note and reviewed the bill.

Chairman Dan Ruby: Is the fee that is in here yearly or just a one-time fee?

Representative Robin Weisz: The initial fee is \$20, but the annual surcharge, \$10, goes to the Veterans' Post War Trust Fund.

Continued discussion continued about the initial fee and if it is yearly. It is just a one-time fee.

Representative Robin Weisz: The problem will be that the Highway Distribution Fund will only get about \$208,000. The Department of Transportation will have costs of \$335,000 (plate costs, mailing, programing costs). Maybe we should increase the fee. If we could make this revenue neutral I think that would really ...for the Department of Transportation. The initial fee is the problem.

Discussion on fees and surcharge.

Representative Rick C. Becker: Did you take in consideration that as you increase the cost the fewer consumers will participate. Therefore, the revenue will be lower. Whatever you are off-setting, you may just be losing by the number of participants.

Representative Robin Weisz moved to change initial fee to \$25 of which \$20.00 is deposited into the Highway Tax Distribution Fund and \$5.00 is deposited in the Veterans' Post War Trust Fund. Part C stays the same.

**Representative Lois Delmore seconded the motion.
A voice vote was taken: All aye. Motion carried.**

**Representative Lois Delmore moved a DO PASS on HB1360 as amended and refer to Appropriations.
Representative Marvin Nelson seconded the motion.**

Representative Chris Olson: Is this going to require an appropriation to begin with?

Chairman Dan Ruby: We will have to get an updated fiscal note, but if they look at it for being revenue neutral for this biennium, I don't think they will worry about an appropriation for it.

Representative Robin Weisz: Appropriations will just make adjustments in the Department of Transportation's budget to reflect that there will be \$335,000 in higher costs. They will also reflect that there will be a potential of roughly \$900,000 in revenue in the Highway Fund. If the bill passes all the way through the Senate, and Appropriations looks at the Department of Transportation's budget, they then give the Department of Transportation the authority to spend the money.

**A roll call vote was taken: Aye 11 Nay 1 Absent 2
The motion carried.**

Vice Chairman Lisa Meier will carry HB 1360.

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1360

Page 1, line 18, remove "The department shall report to the legislative assembly on the funds collected"

Page 1, line 19, remove "under this section during each legislative session."

Page 2, line 2, after the first underscored comma insert "or"

Page 2, line 2, remove ", and other decal plates as approved by the state"

Page 2, line 3, remove "department of veterans' affairs"

Page 2, line 13, after "display" insert "either"

Page 2, line 13, replace "of the veteran's choice" with "or a standard plate that does not identify the veteran as a veteran or disabled veteran"

Renumber accordingly

February 6, 2015

SK
2/6/15
1/1

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1360

Page 1, line 2, remove the first "and"

Page 1, line 4, after "registration" insert "; and to provide a contingent effective date"

Page 1, line 12, replace "twenty" with "twenty-five"

Page 1, line 12, replace "ten" with "twenty"

Page 1, line 13, replace "ten" with "five"

Page 1, line 18, remove "The department shall report to the legislative assembly on the funds collected"

Page 1, line 19, remove "under this section during each legislative session."

Page 2, line 2, after the first underscored comma insert "or"

Page 2, line 2, remove ", and other decal plates as approved by the state"

Page 2, line 3, remove "department of veterans' affairs"

Page 2, line 13, after "display" insert "either"

Page 2, line 13, replace "of the veteran's choice" with "or a standard plate that does not identify the veteran as a veteran or disabled veteran"

Page 2, after line 19, insert:

"SECTION 3. CONTINGENT EFFECTIVE DATE. This Act is effective on the date the director of the department of transportation certifies to the secretary of state that the new motor vehicle registration software for the department is installed and functioning and not earlier than January 1, 2016."

Renumber accordingly

**2015 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. HB 1360**

House Transportation Committee

Subcommittee

Amendment LC# or Description: 15.0683.01002

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Vice Chairman Lisa Meier Seconded By Representative Ben Hanson

Representatives	Yes	No	Representatives	Yes	No
Chairman Ruby			Rep. Delmore		
Vice Chairman Meier			Rep. Hanson		
Rep. Rick Becker			Rep. Nelson		
Rep. Frantzvog					
Rep. Hawken					
Rep. Olson					
Rep. Owens					
Rep. Paur					
Rep. Schatz			VOICE VOTE: ALL AYE		
Rep. Sukut			MOTION CARRIED		
Rep. Weisz					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

.01002
 Clean-up language

**2015 HOUSE STANDING COMMITTEE
ROLL CALL VOTES
BILL/RESOLUTION NO. HB 1360**

House Transportation Committee

Subcommittee

Amendment LC# or Description: 15.0683.01004

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
Other Actions: Reconsider _____

Motion Made By Rep. Mark Owens Representative Lois
Seconded By Delmore

Representatives	Yes	No	Representatives	Yes	No
Chairman Ruby			Rep. Delmore		
Vice Chairman Meier			Rep. Hanson		
Rep. Rick Becker			Rep. Nelson		
Rep. Frantzvog					
Rep. Hawken					
Rep. Olson					
Rep. Owens					
Rep. Paur			VOICE VOTE: ALL AYE		
Rep. Schatz			MOTION CARRIED		
Rep. Sukut					
Rep. Weisz					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

Contingency Effective Date

**2015 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. HB1360**

House Transportation Committee

Subcommittee

Amendment LC# or Description: 15.0683.01004

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Representative Robin Weisz Seconded By Representative Lois Delmore

Representatives	Yes	No	Representatives	Yes	No
Chairman Ruby			Rep. Delmore		
Vice Chairman Meier			Rep. Hanson		
Rep. RC Becker			Rep. Nelson		
Rep. Frantsvog					
Rep. Hawken					
Rep. Olson					
Rep. Paur			VOICE VOTE-		
Rep. Schatz			MOTION CARRIED		
Rep. Sukut					
Rep. Weisz					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE

HB 1360: Transportation Committee (Rep. Ruby, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends DO PASS and BE REREFERRED to the Appropriations Committee (11 YEAS, 1 NAYS, 2 ABSENT AND NOT VOTING). HB 1360 was placed on the Sixth order on the calendar.

Page 1, line 2, remove the first "and"

Page 1, line 4, after "registration" insert "; and to provide a contingent effective date"

Page 1, line 12, replace "twenty" with "twenty-five"

Page 1, line 12, replace "ten" with "twenty"

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Page 2, after line 19, insert:

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Renumber accordingly

2015 HOUSE APPROPRIATIONS

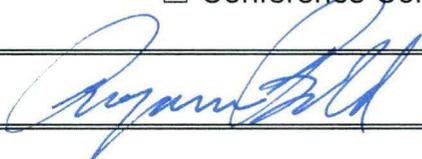
HB 1360

2015 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee
Roughrider Room, State Capitol

HB 1360
2/11/2015
23695

Subcommittee
 Conference Committee



Explanation or reason for introduction of bill/resolution:

Relating to patriotic number plates; relating to disabled veteran motor vehicle registration; and to provide a contingent effective date.

Minutes:



Chairman Jeff Delzer called the meeting to order.

Representative Dan Ruby, District 38, Minot: spoke as committee chairman of the Transportation Committee (originator of the bill) about license plates. It allows the general public to get 3 different logos. We bumped up the initial fee per individual.

Chairman Jeff Delzer: was this put into allow money for the plate or for the postwar trust fund?

Ruby: main goal was to put money in there and allow the general public an ability to have a patriotic logo

Chairman Jeff Delzer

Brady Larson (Leg. Council); find out if there are restrictions on donating to the postwar trust fund.

Representative Glassheim: what's a boony stomper decal?

Ruby: it's a logo that has boots and a hat on top is called a boony stomper.

Ruby: don't think it was a huge problem; it was understood as patriotic.

Vice Chairman Keith Kempenich: it should be "ie" instead of "y"

Chairman Jeff Delzer

Closed the hearing.

2015 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee
Roughrider Room, State Capitol

HB 1360
2/17/2015
#24016

- Subcommittee
 Conference Committee

Beckie Sturge

Explanation or reason for introduction of bill/resolution:

A bill relating to disabled veteran motor vehicle registration; and to provide a contingent effective date.

Minutes:

Chairman Jeff Delzer opens discussion on HB 1360.

Chairman Jeff Delzer: We've seen bills like this in the past that Appropriation Committee has never passed. This one is a little different in the way that it doesn't require another plate, but rather a sticker. There are three different stickers to choose from: Flag of the United States decal, Bald Eagle decal, Boonie Stomper decal. It does put money into the Highway Distribution Fund, and five dollars into the Veterans Postwar Trust Fund. There have been requests in the past to put money into the Veterans Postwar Trust Fund, but there are concerns on the money management there. We paid their interest the past couple years, which is all they are supposed to use for their things. I don't believe there is a bill that does that this year. This bill is not as egregious as some in the past.

Vice Chairman Keith Kempenich: If you google "boonie" using an "ie" you find a lot more.

Chairman Jeff Delzer: The boonie stomper; do we need to worry about changing the language on that?

2:22

Rep Skarphol: I can't find the decal when I google it. I have no idea what this will be.

Vice Chairman Keith Kempenich: Is it "y" or "ie"?

Rep Skarphol: I've tried both ways.

Chairman Jeff Delzer: Representative Kempenich, did you find a decal?

Vice Chairman Keith Kempenich: It's a floppy hat and boots.

Chairman Delzer: I think that's what the Vietnam Vets are hoping for. We could take it out because we can't find it, but this may be what they want. We should at least allow them to take that to the Transportation Committee in the Senate.

Vice Chairman Keith Kempenich: We've taken this up before. The flat plates may make it a lot easier for what they are trying to do. I move a Do Pass.

4:30

Rep Brandenburg: Seconded

Rep Monson: The reason a new plate is not needed is because we already approved this plate, and this bill is for the sticker?

Chairman Jeff Delzer: That's my understanding. This is just a decal for the issued license plates that will be going out. It's an annual fee of 10 dollars, with an initial fee of 25 dollars. Out of the 25 dollars, 20 dollars would go to Highway Tax Distribution Fund and 5 dollars to the Veterans Postwar Trust Fund. All of the annual fee would go to the Veterans Postwar Trust Fund.

A roll call vote was taken for a Do Pass on HB 1360. Yes: 20 No: 2 Absent: 1

Do Pass carries.

Chairman Jeff Delzer: Representative L. Meier will carry the bill.

2015 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. 1360

House Appropriations Committee

Subcommittee

Amendment LC# or Description: _____

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By: Rep. Kempenich Seconded By: Rep. Brandenburg

Representatives	Yes	No	Absent	Representatives	Yes	No	Absent	Representatives	Yes	No	Absent
Chairman Jeff Delzer	✓			Representative Nelson	✓			Representative Boe		✓	
Vice Chairman Keith Kempenich	✓			Representative Pollert	✓			Representative Glassheim	✓		
Representative Bellew	✓			Representative Sanford	✓			Representative Guggisberg	✓		
Representative Brandenburg	✓			Representative Schmidt	✓			Representative Hogan	✓		
Representative Boehning	✓			Representative Silbernagel	✓			Representative Holman	✓		
Representative Dosch	✓			Representative Skarphol	✓						
Representative Kreidt	✓			Representative Streytle			-				
Representative Martinson	✓			Representative Thoreson	✓						
Representative Monson		✓		Representative Vigasaa	✓						
	<u>8</u>	<u>1</u>	<u>0</u>		<u>8</u>	<u>0</u>	<u>1</u>		<u>4</u>	<u>1</u>	<u>0</u>

Totals

(Yes)	<u>20</u>
No	<u>2</u>
Absent	<u>1</u>
Grand Total	<u>23</u>

Floor Assignment: L. Meier

If the vote is on an amendment, briefly indicate intent: _____

REPORT OF STANDING COMMITTEE

HB 1360, as engrossed: Appropriations Committee (Rep. Delzer, Chairman)
recommends **DO PASS** (20 YEAS, 2 NAYS, 1 ABSENT AND NOT VOTING).
Engrossed HB 1360 was placed on the Eleventh order on the calendar.

2015 SENATE TRANSPORTATION

HB 1360

2015 SENATE STANDING COMMITTEE MINUTES

Transportation Committee
Lewis and Clark Room, State Capitol

HB 1360
3/12/2015
Recording job number 24714

Subcommittee Conference Committee

Committee Clerk Signature	<i>Drew E. Perry</i>
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Explanation or reason for introduction of bill/resolution:

Relating to patriotic number plates and relating to disabled veteran motor vehicle registration; and to provide a contingent effective date.

Minutes:

Attachment: 2

Chairman Oehlke opened the hearing on HB 1360; all committee members were present, except **Senator Campbell**

Representative Lisa Meier, District 32, co-sponsor of this bill will create a section in legislation for "Patriot number decal plates" to include the US flag, American eagle and the Boonies Stomper. Attached testimony #1 also explains the fees and their allocation.

Lonnie Wangen, Commissioner, Veterans Affairs ND, this would not be a new plate but a decal on it. The funding will go to the principal of the post war trust fund, which dates back to the Vietnam War. The principal is not touched and with its interest earnings ND vets are helped with such things as dental care, eye glasses, hearing aids, and (thru a grant program) some housing needs, medical transportation, etc.. With these plates people can show their patriotism and help the vets at the same time. A 100% disabled surviving spouse will be able to keep their plate until remarried. Purple Heart recipients shouldn't have to pay for their vet plates; we have enough in the cemetery fund so those few plates won't affect that fund.

Lyle C Schuchard, ND Veteran's Coordinating Council, we support legislation that benefits the welfare of the members of the armed forces.

Linda Sitz, Director, Motor Vehicle Division, ND Department of Transportation (DOT), neutral testimony, attachment #3: this bill as written will decrease revenue to the highway tax distribution fund. DOT recommends amendments suggesting the removal of the word "decal", since DOT does not have decal plates, and replace with the word "logo". Also recommend changing the effective date from 01/01/2016 to 7/01/2016 when the new software will be in operation.

Senator Rust requested explanation of the fiscal note.

Linda Sitz clarified that these numbers are "guesses" since digital plates have not been implemented yet. It was very hard to write because we are using a lot of assumptions (Explanation, recording segment 14:24- 16:45)

Chairman Oehlke how is this different from the original one? Will temp employees be used? Is it patriotic or patriot plates the correct term?

Linda Sitz, originally the fiscal note was higher because of the way the bill was written (went thru the difference in amounts). Temps will be used during the implementation phase. Correct term would be patriotic plates (17:35 -19:17)

Chairman Oehlke asked **Mr. Wangen** if he had seen the changes from decal to logo, he replied no but that he does not object to logo plates, same thing with date of issuance.

Linda Sitz, the way this bill is written is not the way we ordinarily handle an organizational plate. Normally the organization does a fund raiser; part of the money goes to DOT and part to the organization. This bill is different because it is twofold, it has initial fee of \$25 (DOT: \$20, Post war fund: \$5) and thereafter they would charge \$10 and the post war fund would take all of it and DOT, \$0.

Mr. Wangen: we mirrored in this bill the military plates we have now with the \$10 annual fee for cemetery to keep in line with the Century Code.

No additional testimony, hearing closed. Committee will wait until the amendments are done to take action.

2015 SENATE STANDING COMMITTEE MINUTES

Transportation Committee
Lewis and Clark Room, State Capitol

HB 1360
3/19/2015
Recording job number 25139

Subcommittee Conference Committee

Committee Clerk Signature

Douglas E. Perry

Explanation or reason for introduction of bill/resolution:

Relating to patriotic number plates and relating to disabled veteran motor vehicle registration; and to provide a contingent effective date.

Minutes:

Attachments: 1

Chairman Oehlke opened the discussion on HB 1360. All committee members, except Senator Campbell, were present.

Chairman Oehlke explained the intent of the amendment: to replace "decal" with "logo" and "January 1, 2016" with "July 1, 2016". (Attachment #1)

Senator Sinner moved to adopt amendment

Vice Chairman Casper seconded the motion

Voice vote: all present said aye, one absent

No further discussion

Senator Sinner moved do pass as amended *and re-refer to Appropriations*

Vice Chairman Casper seconded the motion

Roll call vote was taken: Yes 5 No 0 Absent not voting 1

Carrier: Vice Chairman Casper

March 19, 2015

TD
3/19/15

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1360

Page 1, line 22, remove "Patriotic plates must include a flag of the United States decal plate, bald eagle decal"

Page 1, replace line 23 with "A patriotic plate issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be placed on the left side of the patriotic plate. The director shall coordinate with the commissioner of veterans' affairs to design the three logos."

Page 2, line 20, replace "January 1, 2016" with "July 1, 2016"

Renumber accordingly

**2015 SENATE STANDING COMMITTEE
 ROLL CALL VOTES
 HB BILL NO. 1360**

Senate TRANSPORTATION Committee

Subcommittee

Amendment LC# or Description: DOT amendment

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Senator Sinner Seconded By Vice Chairman Casper

Senators	Yes	No	Senators	Yes	No
Chairman Oehlke			Senator Axness		
Vice Chairman Casper			Senator Sinner		
Senator Campbell	ABS				
Senator Rust					
VOICE VOTE: ALL AYE					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

To replace "decal" with "logo"; to replace "01/01/2016" with "07/01/2016"

REPORT OF STANDING COMMITTEE

HB 1360, as engrossed: **Transportation Committee (Sen. Oehlke, Chairman)** recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** and **BE REREFERRED** to the **Appropriations Committee** (5 YEAS, 0 NAYS, 1 ABSENT AND NOT VOTING). Engrossed HB 1360 was placed on the Sixth order on the calendar.

Page 1, line 22, remove "Patriotic plates must include a flag of the United States decal plate, bald eagle decal"

Page 1, replace line 23 with "A patriotic plate issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be placed on the left side of the patriotic plate. The director shall coordinate with the commissioner of veterans' affairs to design the three logos."

Page 2, line 20, replace "January 1, 2016" with "July 1, 2016"

Renumber accordingly

2015 SENATE APPROPRIATIONS

HB 1360

2015 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

HB 1360
3/27/2015
Job # 25537

- Subcommittee
 Conference Committee

Committee Clerk Signature



Explanation or reason for introduction of bill/resolution:

A BILL for an Act to create and enact a new section of NDCC, relating to patriotic number plates and relating to disabled veteran motor vehicle registration

Minutes:

Testimony # 1

Chairman Holmberg called the committee to order on Friday, March 27, 2015, at 10:00 am in regards to HB 1360. All committee members were present. Alex Cronquist, Legislative Council and Becky Keller, OMB, were also present.

Senator Carlisle, District 30: Co-sponsor on HB 1360 and asked if he could call on Lonnie Wangen to explain the bill.

Lonnie Wangen, Commissioner of Veterans' Affairs ND: Testified in support of HB 1360. HB 1360 creates another section of the Century Code and kind of mirrors what we have for veteran's plates. If you've seen these veterans' plates they say Army or Navy on veterans' plates. Those veterans' plates can be purchased by veterans and the funding from that, their annual fees go to support the veterans' cemetery. What we've done here is created a patriotic plate that can be purchased by any civilian, anybody with a POV in ND and the money from that would go to the Post War Trust Fund which goes to benefit veterans in ND. As you see here would be an initial fee of \$25.00. \$20.00 goes to the DOT to pay for the costs of the plates and then \$5.00 goes to the Post War Trust Fund. And then after that there is an annual fee of \$10.00 and that goes directly into the Post War Trust Fund. The idea there it goes right into the principle and the Post War Trust Fund; we do not spend the principle we only spend the interest and the idea here is to help grow the fund for the future so we can keep up with the rising cost of inflation and provide for our veterans into the future.

Chairman Holmberg: The bill will be going to the subcommittee that is handling the DOT budget; Senator Gary Lee, myself and Senator O'Connell.

Senator Kilzer: I notice this is an engrossed bill, what was the house amendment?

Mr. Wangen: The House raised the amount of the initial fee with providing a little bit more to DOT to offset the costs of the initial plates and I believe they also changed it from a decal to actually having an image on there because of the new plates; they switched it from having this plate being effective the beginning of August of this year, pushing the issuing date back to July of 2016 when the other plates are issued so there is not a double issue of this plate, which makes sense.

Senator Gary Lee: Is this was the right fiscal note, 2/9/15.

Mr. Wangen: Yes, it was confirmed that it was.

Mr. Wangen: I believe that the fiscal note contains no general fund dollars for that. We should come out ahead in the end. That was confirmed.

Senator Gary Lee: I see a couple of DOT people here; could we ask someone to testify?

Linda Sitz, ND DOT, Director of Motor Vehicle Division: DOT is neutral on HB 1360 (see attached #1). Her testimony states that DOT will coordinate with the Veterans Affairs Commissioner on the design of these three new logos should HB 1360 be passed as written. She also stated in her testimony regarding the amendment to NDCC 39-04-18 subsection j of section 2, the DOT does support that change.

Senator Gary Lee: So the \$1500 set up fee is included in the bill as the difference between the typical processes?

Ms. Sitz: The \$1500.00 is included in the fiscal note per logo.

Senator Gary Lee: How is that money paid, where does the money come from? Is it transferred out of the registration costs or the plate fee that they are paying, or is it paid from somewhere else.

Ms. Sitz: The \$1500 will come out if this appropriation goes through because we don't have the funds otherwise. The way the bill is set up, it's not covered. Normally the organization brings in the set-up fee per logo, and that is not how this is being presented.

Senator Gary Lee: What's the other difference from the typical process in the bill?

Ms. Sitz: The way the bill is written. Of the \$25.00, \$20.00 goes to Highway Tax Distribution Fund and \$5 goes to Veterans Post War Fund). The way that they have it in HB 1360. Normally that \$25.00 (\$15 would go to the organization and \$10 would go to the Highway Tax Distribution Fund) and the number underneath number (c) on page 1, that annual is all going to the Post War Fund. Normally those annual fees would be the continuous splitting of that \$25.00 (the \$15 and the \$10). Normally it is handled by organizations as a fundraiser to that organization; this bill isn't being handled in that way.

Chairman Holmberg: When you have this situation when you are issuing, do you print up a number of them? Are you able to print out them when the plate is ordered or do you have a box of them ready to go out?

Ms. Sitz: Normally when these organizations request a plate, we normally have sheeting all prepared ahead of time and that already has the logo on it. That saves us money because then all you have to do is add the numbers at the correctional facility when the plates are requested. With this new system, yes, you can print them one at a time but your cost is more expensive. Think of it as a laser printer, when you are printing out a booklet and it has a lot of colorful items, your printing expense at that time is more expensive plus it's a slower process. So if we could get the design approved ahead of time, where we just have to add the logo or the numbers, the cost is a little bit less.

Senator Kilzer: I am curious about a couple of things. On this picture page, are those samples of what special plates are like or is that all of them that you have?

Ms. Sitz: This is just a sample of the organizational plates. It's not all of our plates that we have.

Sen. Kilzer: Are you involved with tribal plates at all?

Ms. Sitz: No. We are not.

Senator O'Connell: The reason that we are looking at new plates was because we have so many out there. Are we going down that same road now before we even start.

Ms. Sitz: There's a possibility.

Senator Gary Lee: Will this plate be an exception to all these others in terms of this funding mechanism that they are proposing? Or are there others that are different as well, like the individual plates that are different.

Ms. Sitz: As far as organizational plates, because this is what this would typically be because it is technically not set up as our typical veterans' types of plates. It would be an exemption on how our regular organizational type of plate is set up.

Senator Gary Lee: You would have to set this aside and do a different process in terms of the funding of it anyway.

Ms. Sitz: We would have to map it to be however the NDCC is; we map all of them so that would be the same.

Chairman Holmberg: We will close the hearing on this bill. It goes to Sen. Gary Lee, Senator Holmberg and Senator O'Connell as the subcommittee members.

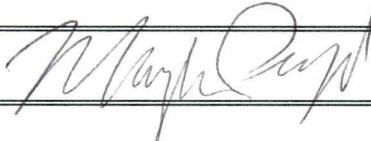
2015 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

HB 1360
4/2/2015
Job # 25739 (28:37)

Subcommittee
 Conference Committee

Committee Clerk Signature



Explanation or reason for introduction of bill/resolution:

A Subcommittee hearing for DOT regarding the issuance of patriotic license plates

Minutes:

1 Attachment

Chairman Gary Lee called the subcommittee hearing to order on Thursday, April 02, 2015 at 9:00 am in regards to HB 1360 in the Harvest Room. All subcommittee members were present: Chairman Lee, Senator Wanzek and Senator O'Connell. Sheila Peterson, OMB and Adam Mathiack, Legislative Council were also present.

Senator Gary Lee: This bill has to do with patriotic license plates and the different process that was put in place to include the three different types that are requested. Statute has a process for these organizational plates. This is suggesting a different statue and different costs for the annual plate.

Mark Nelson, Deputy Director for Driver and Vehicle Services for DOT (see attachment #1)

Senator Wanzek: There are 126 "Support our Veterans" organization plates?

Nelson: Correct. That plate went through the process of the organization plate. They paid the \$1,500 up front and then we were guaranteed 50 applications.

Nelson: The designs right now include the American flag, a bald eagle, and a boonie stomper. The boonie stomper is a pair of boots, a helmet and a rifle seen in some military events. We don't have an appropriation for this. The amount that we are estimating is about \$253,000. That is going off of our fiscal note with the assumptions that were made. We have questions on how to administer this program. Part of our issue is inconsistency with the state law. We've always required organization plates to meet those requirements, and this is going outside of that. It causes some confusion within the motor vehicle for the next group that comes in for organization plates.

Senator Gary Lee: The current fee is \$1,500 and then at they have to have least 50 subscribers in order to initiate the offering. Then there is a subsequent annual fee of \$25.00 split between the highway tax distribution fund and the organization that they want to direct it to, correct?

Nelson: Correct.

Senator Gary Lee: Does that work well?

Nelson: Yes it does.

Senator Gary Lee: In this case if they are looking for 3 different logos, would that be 3 origination fees in terms of current process?

Nelson: Correct. That amount has been pretty standard and it seems to work.

Nelson: There is a section 2 of this bill that deals with disabled veterans. We were neutral on section 1- whatever this body determined to be fair, that is what we would do. We supported the section 2 amendment.

Nelson: With the fiscal note, when you look at the scenario assumptions, the cost of these plates to the DOT is an estimated \$8.81 to produce this plate on a flat design. Those are costs that we have to incur at the beginning.

Senator O'Connell: Is this one issue or per plate?

Nelson: It is for the pair.

Nelson: The mailing cost to the plates is \$3.39 per set and that is included in the cost. In this bill we have a half FTE. When this bill originally started, we had more FTEs because of the unknown of how many plates we would actually sell of this type. We have come down to the half FTE, and I can speak to more alternatives. We estimated 16,000 license plates. We had 16,000 that had the Lewis and Clark plate and these people may transition to the new ones- that is the rationale.

Senator Gary Lee: 16,000 is the total of the three logos?

Nelson: Correct.

Senator Gary Lee: that seems like an ambition number given these numbers.

Nelson: I don't disagree with you. When we move forward with this assuming this bill passes, we would hold off in hiring a temporary employee until we saw what the demand was. If it is possible to incorporate it into our everyday business, that is what we would do. Based on what we've seen with the "Support our Troops" plate in the demand only being 126 plates after it has been out there for several years, we question the estimate. We associated it to the Lewis and Clark plate.

The estimation we had for additional plates after the initial year was another 10% per year. After the first year, we have no money coming into the highway tax distribution fund because it is a one-time fee at the beginning of \$20 and then there is no money coming in after that second year. That is the impact that we will feel eventually if this plate is a success and there is a lot of them out there.

Senator Wanzek: Is this a similar fee structure that we have for these plates that we have now? Do we charge \$25 initially of which \$20 goes to the highway tax distribution fund and \$5 somewhere else? How do you charge on an annual base currently?

Nelson: For organizational plates it is a \$25.00 fee annually in which \$10 goes to the highway tax distribution fund and \$15 goes to the organization. That is how it is set up currently. This bill as it is written goes outside of what we've done for a regular practice.

Senator Gary Lee: That \$25 fee is the same on the veteran's plates as well.

Nelson: The veteran plates are \$25 a year. Some personalized plates require an extra fee.

Senator Gary Lee: Is the money distributed in a similar fashion as well with a portion going to highway tax and the other going to veterans?

Nelson: that is correct.

(15:10) **Senator Wanzek:** In the current examples there is an ongoing annual dollar amount going into the highway distribution tax fund.

Nelson: Correct.

Senator Wanzek: This bill as proposed will not do that after the initial fee and set up? There is no money going into the tax distribution?

Nelson: Correct. This actually puts \$20 in at the front end to offset the fiscal note for that first year. Then those following years is when we don't see any money coming into the highway tax distribution fund. It is a different set up. Instead of doing \$10 a year like we currently do with all of these plates, it is \$20 one-time to the highway tax fund and then never again as it is currently written.

Senator Gary Lee: Is there a fiscal note for section 2 of the bill? It continues on the plate for the deceased veteran's spouse?

Nelson: Because there is not that many that have the 100% disability, we did not include it in the fiscal note. It wouldn't have a big impact on the budget.

Senator Wanzek: A surviving spouse of the disabled veteran can continue to get that plate as long as they are alive and they are not remarried. How do you know if they remarry or not?

Nelson: We take their word.

Senator Wanzek: From my perspective it shouldn't matter if they remarry.

Senator Gary Lee: If the name changes with that remarriage, then you have a different registration on the plate.

Nelson: We agree. If you have an individual that is 100% disabled from serving the country, it is not something we would really pursue if the name did change.

Senator Wanzek: You wouldn't object if we struck out that language?

Nelson: That would not change our opinion.

Senator O'Connell: What is your opinion to strike this language and go back to the original law?

Nelson: It is your decision. However it creates that uncertainty with my staff members that are in motor vehicle because we are making an exception to what has been in law in the past.

Senator Gary Lee: If we set up a process aside from one that is already working effectively for us and covers the cost of the initial set up, we know that we have an initial group of people who are interested in this plate it seems reasonable to go forward. Sometimes there is a financial impact that we have to consider as well.

Nelson: We have had organizational plates for a period time. The current fee structure has worked. We haven't had fiscal issues with it in the organization the way that it is set up. The only concern is that there is no income coming into the highway tax distribution fund after the initial fee.

Senator Gary Lee: If we were to do an amendment, I would expect they want the annual distribution going to the post-war trust fund. Do we have to be specific about that in where they want it to go for this plate?

Nelson: As long as we are going under the 39-04-10.13 in Century Code and treating it as an organization plate, the distribution is in that section of law that says where the dollars go. As long as we refer back to current Century Code, it appears that we would follow what would be our normal practice now. They have the 50 applications, the \$1,500 fee, \$25 they pay with the \$10 to the highway tax distribution fund and the \$15 to the organization.

Senator Gary Lee: Do we name the organization or does someone in your department handle that?

Nelson: They would tell us where to map it.

Senator Wanzek: so we are going ahead with this program, but simply changing the fee structure which would basically affect section 1 subsection 1c by making the payment \$25 instead of \$10. We should be consistent in how we handle these programs.

Senator Gary Lee: It would include subsection 1 where they have to have the \$1500 per and the 50 subscribers. We can go ahead with this plate but do it under the rules as they are now. I'll talk to Senator Oehlke. If we go back to current law then we will be okay in terms of the amendment?

Nelson: Yes.

Senator Wanzek: Let's take out the words "who has not remarried a surviving spouse of a disabled veteran". The surviving spouse should be able to continue to use the plate until their passing.

Senator O'Connell: Why drag old history into a new marriage?

Senator Wanzek: It is not a big deal. I am just wondering how they are going to enforce it anyway.

Senator Gary Lee: We will have Council draft an amendment which would go back to the original code. There would be a \$15000 origination fee for each of those plate designs that they are looking to have done, a 50 applicant number needed before they need to proceed, an annual \$25 fee and split between the highway tax distribution fund for \$10 and the proper organization for \$15 to proper organization.

Nelson: That is correct.

Senator O'Connell: What is "HIT Inc." in the special interest plate?

Nelson: It is special needs individuals.

Senator O'Connell: When Senator Stenehjem and I were both in leadership, we were trying to clean up the number of plates that we had out there. Now it is getting cluttered up again.

Nelson: I tend to agree. All of these will be on a standard state background plate. If an organization wants a plate, quite honestly they can get one. We know that the Lignite industry is coming in with a design for one. As long as they meet those requirements for of the chapter, our agency is okay with it. We were pleased that the Lewis and Clark plate was retired.

Senator Gary Lee: We have a good law in place in comparison to our neighbors.

Senator Gary Lee closes the subcommittee meeting on HB 1360.

2015 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

HB 1360
4/6/2015
JOB # 25824

Subcommittee
 Conference Committee

Committee Clerk Signature



Explanation or reason for introduction of bill/resolution:

A Subcommittee Hearing regarding Patriotic License Plates (DOT)

Minutes:

Attachments 1 - 2

Chairman Gary Lee called the subcommittee hearing to order on Monday, April 06, 2015 at 11:00 in the Harvest Room in regards to HB 1360. All subcommittee members were present: Chairman Lee, Senator Wanzek and Senator O'Connell. Alex Cronquist, Legislative Council and Becky Keller, OMB were also present. He passed out the amendment. Testimony Attached #1-15.0683.02003 Proposed Amendments to Engrossed HB 1360. He explained what the usual procedure and the law concerning special plates. He asked the committee to look at the Christmas tree version of the Bill, Testimony Attached # 2 and he explained the requirements listed in this version. I think that is the amendments we included. They talked about using the date of July 1, 2016, they wanted an extra year to get that plate out, before they had to issue this one. Does that seem to go along with what we had determined?

Senator Wanzek: It does. I see we are trying to be consistent with the issuance of special plates. That probably would change the fiscal note.

Chairman Gary Lee: They were estimating 16,000 of these, I don't think that is realistic.

Senator Wanzek: It might change the fiscal note, but not that much.

Senator O'Connell: We are going to leave the spouse issue alone?

Senator Wanzek: Yes, it is not that big of a deal. Even if someone has the plate, and gets remarried, and they don't catch it and continue to use that plate, it would be ok with me.

Senator Wanzek moved the amendment # 15.0683.02003. 2nd by Senator O'Connell.

Chairman Gary Lee: All in favor signify by saying aye. Motion carried. We are adjourned.

2015 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

HB 1360
4/6/2015
Job # 25847

- Subcommittee
 Conference Committee

Committee Clerk Signature



Explanation or reason for introduction of bill/resolution:

A BILL for an Act for the DOT re: Patriotic License Plates (Do Pass as Amended)

Minutes:

Attachment 1 - 2

Chairman Holmberg called the committee to order on Monday, April 06, 2015 in the afternoon in regards to HB 1360. All committee members were present. Alex Cronquist, Legislative Council and Becky Deichert, OMB were also present.

Senator Gary Lee the amendment and the Christmas tree version . I'll use that to walk through it version # 15.0683.02003. Christmas tree bill. He went through this bill. They have 3 logos, US flag, bald eagle or boony stomper. The Dot already has a process for organizational plates so we are suggesting that this also follows their procedure and what is in statute.

Senator Gary Lee presented attachment # 2 -Proposed Amendment # 15.0683.02003 and moved the amendment. **2nd by Senator Wanzek.**

Chairman Holmberg: Discussion. All in favor of amendment say aye. It carried.

Senator Gary Lee moved a Do Pass as Amended on HB 1360. **2nd by Senator Heckaman.**

Chairman Holmberg: Call the roll on a Do Pass as Amended on HB 1360.

A Roll Call vote was taken. Yea: 13; Nay: 0; Absent: 0. Senator Gary Lee will carry the bill.

The hearing was closed on HB 1360.

April 2, 2015

1 of 1
70
4/6/15

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1360

In lieu of the amendments adopted by the Senate as printed on page 870 of the Senate Journal, Engrossed House Bill No. 1360 is amended as follows:

Page 1, line 9, replace "issue" with "develop a"

Page 1, line 9, replace "plates" with "number plate program"

Page 1, line 10, remove "Payment of all other fees required under this chapter for registration of a motor"

Page 1, line 11, replace "vehicle" with "Proof of a minimum of fifty applicants"

Page 1, line 11, after the underscored semicolon insert "and"

Page 1, line 12, remove "fee of twenty-five dollars of which twenty dollars is deposited"

Page 1, remove lines 13 through 15

Page 1, line 16, replace "postwar trust fund" with "one-time fee of one thousand five hundred dollars for the development of a patriotic number plate program"

Page 1, after line 16, insert:

"2. The director shall issue patriotic number plates to a qualified applicant under this section upon receiving:

a. Proper application for a plate in the patriotic number plate program;

b. Payment of all other fees required under this chapter for registration of the motor vehicle; and

c. Payment of an additional annual fee of twenty-five dollars, of which the director shall deposit ten dollars in the highway tax distribution fund and transfer fifteen dollars to the proper organization or state fund."

Page 1, line 17, replace "2." with "3."

Page 1, line 18, replace "Deposits" with "Any deposits"

Page 1, line 22, replace "3." with "4."

Page 1, line 22, remove "Patriotic plates must include a flag of the United States decal plate, bald eagle decal"

Page 1, replace line 23 with "A patriotic plate issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be placed on the left side of the patriotic plate. The director shall coordinate with the commissioner of veterans' affairs to design the three logos."

Page 2, line 20, replace "January 1, 2016" with "July 1, 2016"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

This amendment replaces an initial one-time fee of \$25 and an annual fee of \$10 with an initial one-time patriotic number plate program development fee of \$1,500 and an annual applicant fee of \$25 consistent with the nonprofit organization number plate program.

Date: 4-6-15
Roll Call Vote #: 1

2015 SENATE STANDING COMMITTEE
ROLL CALL VOTES
BILL/RESOLUTION NO. 1360

Senate Appropriations Committee

Subcommittee

Amendment LC# or Description: 15.0683.02003

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
Other Actions: Reconsider _____

Motion Made By Lee Seconded By Wanzek

Senators	Yes	No	Senators	Yes	No
Chairman Holmberg			Senator Heckaman		
Senator Bowman			Senator Mathern		
Senator Krebsbach			Senator O'Connell		
Senator Carlisle			Senator Robinson		
Senator Sorvaag					
Senator G. Lee					
Senator Kilzer					
Senator Erbele					
Senator Wanzek					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

Voice Vote Carried

Date: 4-6-15
 Roll Call Vote #: 2

**2015 SENATE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. 1360**

Senate Appropriations Committee

Subcommittee

Amendment LC# or Description: _____

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Lee Seconded By Heckaman

Senators	Yes	No	Senators	Yes	No
Chairman Holmberg	✓		Senator Heckaman	✓	
Senator Bowman	✓		Senator Mathern	✓	
Senator Krebsbach	✓		Senator O'Connell	✓	
Senator Carlisle	✓		Senator Robinson	✓	
Senator Sorvaag	✓				
Senator G. Lee	✓				
Senator Kilzer	✓				
Senator Erbele	✓				
Senator Wanzek	✓				

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent: Lee

REPORT OF STANDING COMMITTEE

HB 1360, as engrossed and amended: Appropriations Committee (Sen. Holmberg, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (13 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). Engrossed HB 1360, as amended, was placed on the Sixth order on the calendar.

In lieu of the amendments adopted by the Senate as printed on page 870 of the Senate Journal, Engrossed House Bill No. 1360 is amended as follows:

Page 1, line 9, replace "issue" with "develop a"

Page 1, line 9, replace "plates" with "number plate program"

Page 1, line 10, remove "Payment of all other fees required under this chapter for registration of a motor"

Page 1, line 11, replace "vehicle" with "Proof of a minimum of fifty applicants"

Page 1, line 11, after the underscored semicolon insert "and"

Page 1, line 12, remove "fee of twenty-five dollars of which twenty dollars is deposited"

Page 1, remove lines 13 through 15

Page 1, line 16, replace "postwar trust fund" with "one-time fee of one thousand five hundred dollars for the development of a patriotic number plate program"

Page 1, after line 16, insert:

- "2. The director shall issue patriotic number plates to a qualified applicant under this section upon receiving:
 - a. Proper application for a plate in the patriotic number plate program;
 - b. Payment of all other fees required under this chapter for registration of the motor vehicle; and
 - c. Payment of an additional annual fee of twenty-five dollars, of which the director shall deposit ten dollars in the highway tax distribution fund and transfer fifteen dollars to the proper organization or state fund."

Page 1, line 17, replace "2." with "3."

Page 1, line 18, replace "Deposits" with "Any deposits"

Page 1, line 22, replace "3." with "4."

Page 1, line 22, remove "Patriotic plates must include a flag of the United States decal plate, bald eagle decal"

Page 1, replace line 23 with "A patriotic plate issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be placed on the left side of the patriotic plate. The director shall coordinate with the commissioner of veterans' affairs to design the three logos."

Page 2, line 20, replace "January 1, 2016" with "July 1, 2016"

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

This amendment replaces an initial one-time fee of \$25 and an annual fee of \$10 with an initial one-time patriotic number plate program development fee of \$1,500 and an annual applicant fee of \$25 consistent with the nonprofit organization number plate program.

2015 CONFERENCE COMMITTEE

HB 1360

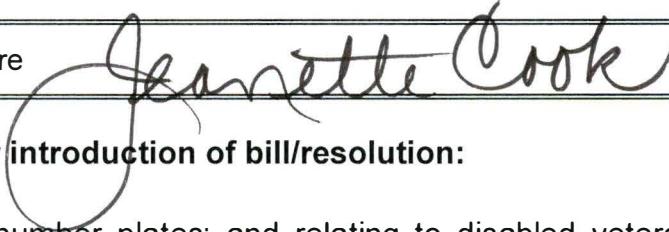
2015 HOUSE STANDING COMMITTEE MINUTES

Transportation Committee
Fort Totten Room, State Capitol

HB 1360
4/15/2015
#26116

Subcommittee
 Conference Committee

Committee Clerk Signature



Explanation or reason for introduction of bill/resolution:

A bill relating to patriotic number plates; and relating to disabled veteran motor vehicle registration.

Minutes:

Attachment #1

Chairman Meier opened the Conference Committee on HB 1360.

All members present.

Chairman Meier: Will someone from the Senate please explain what they did to the bill?

Senator Rust: The amendments .0002 and .0003 were made by the Senate Appropriations. They stated that the Senate Transportation Committee's version differed somewhat from the process and funding in the current law. The amendments mirror the process in Code. Appropriations thought it important to have a consistent process with all the plates, that there is recovery of all of the cost of initiating the plates, and a subscriber list of those interested in having the plate established.

The amendments basically do the following:

- Require a minimum of 50 applicants interested in buying the plate.
- A \$1500 initial one time plate development fee.
- There will be an annual charge of \$25.00 for buying the plate. \$15 goes to the proper organization and \$10 to the Highway Distribution Fund.
- The Department of Transportation along with the Director of Veterans' Affairs shall coordinate the development of the three logos which will be placed on the left side of the plate. (United States flag, bald eagle, and boonie stomper)
- The implementation date can be no sooner than July 1, 2016 because of the new license plate issue in North Dakota in the fall of 2015.

Rep. Ruby: We had a similar discussion in the House. Usually, the \$1500 initial fee was gathered by an organization that wanted the plates. We thought that this was different because there wasn't really an organization promoting the plates, even though, I'm sure the

Veterans groups, in general, and families will support it. In the beginning we tried to compensate with the initial fee. In the first part in Subsection B, we put an initial fee of \$25 of which \$20 went to the Highway Distribution Fund and \$5 went to the Postwar Trust Fund. Mainly, that pushed more dollars to the Department of Transportation right away to compensate for the \$1500. There really was no group to collect the names. The Department of Transportation wouldn't do that, and no group would do that. We have spoken with Mark Nelson, the Department of Transportation, and discussed some of the issues. There are three different logos which could cost \$4500. We also put the effective date of July 1st in our version, so we agree with that. A suggestion, based on our discussion with Mark Nelson, is that we would keep the initial \$25 fee (\$20 going into the Highway Distribution Fund and \$5 to the Postwar Trust Fund), after that, each year the fee would still be \$25, but then the distribution would be \$15 to the Post War Trust Fund and \$10 continually going into the Highway Distribution Fund. The Department of Transportation was still concerned about the three logos because they didn't know what kind of support there will be for each of them. There are only 126 yellow ribbon plates right now. We would still like the effective date of July 1, 2016 for the boonie stomper, the one that seems to have the most support, and put an effective date of July 1, 2017 for the other two. That would give us some time to gauge how much interest there is in the plates. If there isn't substantial support for the other plates, we could remove them in the 2017 session and there wouldn't be the extra up-front costs. There would only have to be \$1500 in this biennium out of the fund, and no one will have to raise funds to pay that up-front fee. Then, the initial fee would be the \$20 from the Distribution fund. That is the suggestion that we have. We would limit the overall cost, limit it to one plate initially, and make sure the Distribution Fund isn't harmed in the future.

Senator Rust: Has there been any discussion about why there are three different logos?

Chairman Meier: When the bill was first proposed, the Veteran's Group actually wanted to look at something that was a patriotic license plate for the public to show support for the Veterans. They thought that the American flag, the bald eagle, and the boonie stomper would be the way to go. They are all great patriotic symbols to support our veterans. Concerns came up with the Department of Transportation and the fact that the yellow ribbon plate only has 126 individuals purchasing the plate now. They worry that there will not be enough purchasing the plates with all three logos. We could certainly look at starting with just the boonie stomper, and then going to the American flag and bald eagle.

Amendments were distributed. See attachment #1.

Rep. Ruby: The bill came to us with all three logos. People may have different preferences as to what they have on their plate, and our committee didn't have a problem with that, but the Department of Transportation wanted to limit it in the beginning to one plate. Giving it an effective date, gives us the potential to keep the plates in place, but yet be able to look ahead to the possible support for all three. Maybe we just need to do the boonie stomper first. It is a good way to do this.

Chairman Meier: I think that Rep. Ruby is correct. There may be great demand, and then the Department of Transportation will know what the public wants to do with this. It will

probably depend on how it is marketed, and it is important that some of the funds will go to the Postwar Trust Fund to support the Veterans.

Representative Lois Delmore: This is something that the Veterans have asked us to do for several sessions. It is a small step that says, "Yes, we hear you." It is important to the Veterans, and it gives people another choice. The boonie stomper is a unique symbol, and I think that we can market it and make it work.

Senator Oehlke: There is a grammatical correction that we need to make. On Page 1 Line 15, after "the" it should say, "the Highway Tax Distribution Fund and \$15 is deposited (add) *in the* Veterans' "

The correction was given to the intern. A correction was also made on the spelling of *boonie* stomper.

Senator Oehlke made a motion that the Senate recede from Senate amendments and amend as follows.

Representative Lois Delmore seconded the motion.

A roll call vote was taken:

Senate: Aye 3 Nay 0 Absent 0

House: Aye 3 Nay 0 Absent 0

The motion carried.

The meeting was adjourned.

SK
4/15/15

April 15, 2015

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1360

That the Senate recede from its amendments as printed on pages 1418 and 1419 of the House Journal and pages 1172 and 1173 of the Senate Journal and that Engrossed House Bill No. 1360 be amended as follows:

Page 1, line 4, replace "a contingent" with "an"

Page 1, line 15, replace "ten" with "twenty-five"

Page 1, line 15, after "dollars" insert "of"

Page 1, line 15, after "which" insert "ten dollars"

Page 1, line 15, after "the" insert "highway tax distribution fund and fifteen dollars is deposited in the"

Page 1, line 23, replace "boony" with "boonie"

Page 2, replace lines 17 through 20 with:

"SECTION 3. EFFECTIVE DATE. This Act becomes effective for the issuance of United States flag and bald eagle plates on July 1, 2017, and for the issuance of boonie stomper plates on August 1, 2016."

Renumber accordingly

**2015 HOUSE CONFERENCE COMMITTEE
 ROLL CALL VOTES**

BILL/RESOLUTION NO. HB 1360 as (re) engrossed

House "Enter committee name" Committee

- Action Taken
- HOUSE accede to Senate Amendments
 - HOUSE accede to Senate Amendments and further amend
 - SENATE recede from Senate amendments
 - SENATE recede from Senate amendments and amend as follows
 - Unable to agree, recommends that the committee be discharged and a new committee be appointed

Motion Made by: Senator Oehlke Seconded by: Representative Lois Delmore

Representatives				Yes	No	Senators				Yes	No
Chairman Meier	X			X		Senator Rust	X			X	
Rep. Ruby	X			X		Senator Oehlke	X			X	
Rep. Delmore	X			X		Senator Axness	X			X	
Total Rep. Vote						Total Senate Vote					

Vote Count Yes: 6 No: 0 Absent: 0

House Carrier No carrier Senate Carrier No carrier

LC Number 15.0683 . 02004 of amendment

LC Number _____ . 05000 of engrossment

Emergency clause added or deleted

Statement of purpose of amendment

REPORT OF CONFERENCE COMMITTEE

HB 1360, as engrossed: Your conference committee (Sens. Rust, Oehlke, Axness and Reps. Meier, Ruby, Delmore) recommends that the **SENATE RECEDE** from the Senate amendments as printed on HJ pages 1418-1419, adopt amendments as follows, and place HB 1360 on the Seventh order:

That the Senate recede from its amendments as printed on pages 1418 and 1419 of the House Journal and pages 1172 and 1173 of the Senate Journal and that Engrossed House Bill No. 1360 be amended as follows:

Page 1, line 4, replace "a contingent" with "an"

Page 1, line 15, replace "ten" with "twenty-five"

Page 1, line 15, after "dollars" insert "of"

Page 1, line 15, after "which" insert "ten dollars"

Page 1, line 15, after "the" insert "highway tax distribution fund and fifteen dollars is deposited in the"

Page 1, line 23, replace "boony" with "boonie"

Page 2, replace lines 17 through 20 with:

"SECTION 3. EFFECTIVE DATE. This Act becomes effective for the issuance of United States flag and bald eagle plates on July 1, 2017, and for the issuance of boonie stomper plates on August 1, 2016."

Renumber accordingly

Engrossed HB 1360 was placed on the Seventh order of business on the calendar.

2015 TESTIMONY

HB 1360

1-29-15

#1

HB 1360

Thank you Mr. Chairman and fellow members of the transportation committee.

For the record my name is Rep. Lisa Meier of District 32.

HB 1360 will create a section in legislation for "Patriot number decal plates" (much like the veterans license decal plates) to include the US flag, American eagle, and the Boonie Stomper.

Fees for these plates will go to the Principal of the Post War Trust Fund for investment.

This includes \$20 initial fee \$10 to the DOT and \$10 to the Post War Trust Fund.

An annual fee of \$10 will thereafter go to the Post war Trust Fund.

The changes in this bill for the Disabled American Veteran Plates will allow a disabled veteran qualified for a license and registration exemption and distinctive DAV license plate to choose any plate and keep exemptions.

This is due to Veterans wanting to have other veteran plates they are eligible for.

Veterans not wanting to have the DAV plate showing all others that they are disabled veteran.

Veterans who are concerned about the current terror threats against military and veterans and do not want to have their vehicle marked as a target.

This bill will also allow the surviving spouse of an eligible veteran to retain one of these exempt plates.

I ask a Do Pass on this legislation to honor our veterans.

Thank you

HB 1360
1-29-15

15.0683.01002
Title.

Prepared by the Legislative Council staff for
Representative Meier
January 28, 2015

#2

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1360

Page 1, line 18, remove "The department shall report to the legislative assembly on the funds collected"

Page 1, line 19, remove "under this section during each legislative session."

Page 2, line 2, after the first underscored comma insert "or"

Page 2, line 2, remove ", and other decal plates as approved by the state"

Page 2, line 3, remove "department of veterans' affairs"

Page 2, line 13, after "display" insert "either"

Page 2, line 13, replace "of the veteran's choice" with "or a standard plate that does not identify the veteran as a veteran or disabled veteran"

Renumber accordingly

HB 1360
1-29-15

1 of 3

House Transportation Committee
January 29, 2015 – 3:00 p.m. – Fort Totten

#3

North Dakota Department of Transportation
Linda Sitz, Director of Motor Vehicle Division
House Bill 1360

Mr. Chairman and members of the committee - I'm Linda Sitz, Director of the Motor Vehicle Division at the North Dakota Department of Transportation (DOT). Thank you for giving me the opportunity to present information to you today.

DOT is neutral on HB1360. The DOT would like to remind committee members that we are starting a new general plate issuance beginning in the fall of 2015 and that until this process is implemented it will be difficult to work on the creation of any additional new plates.

This bill as written will decrease revenue to the highway tax distribution fund which will directly impact the state as well as counties, cities and townships. Organizational plates currently share the annual fees with the highway tax distribution fund, for example, the Support our Veterans plate has an annual fee of \$25; \$15 is donated to the ND Impact-Support our Veterans fund and \$10 goes into the highway distribution fund. Also the normal process for this type of organizational plate includes the payment of an origination setup fee of \$1,500 and a minimum of 50 applications thereby demonstrating that there is an active interest in the development of a new plate design.

If this bill were to pass, the DOT would like to recommend the following amendments to the bill:

The DOT does not have decal plates, however, we do issue plates with a logo attached, therefore we would like to suggest an amendment to lines 1-3 on page 2 and remove the current language.

~~3. Patriotic plates must include a flag of the United States decal plate, bald eagle decal plate, boony stomper decal plate, and other decal plates as approved by the state department of veterans' affairs.~~

And replace with the following suggestions below

Patriotic plates issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper which shall be placed on the left side of the plate. The director shall cooperate with the director of the department of veterans' affairs to design the three logos.

Regarding the amendment to NDCC 39-04-18 subdivision j of section 2, the DOT supports this change.

Mr. Chairman, I would be happy to answer any questions at this time. Thank you.

2014

#3

HB1360

2 of 3

Currently registered vehicles – 13 veteran types. Support our troops can be purchased by non-veterans.

VET LOGO AIR FORCE - 817
VET LOGO ARMY- 2,377
VET LOGO COAST GUARD - 37
VET LOGO GENERIC -112
VET LOGO MARINES- 663
VET LOGO NAVY- 717
VET LOGO PURPLE HEART-201
NATIONAL GUARD – 1,361
DISABLED AMERICAN VETERAN (DAV) - 1,215
MOBILITY IMPAIRED DAV – 189
MOTORCYCLE DAV - 20
PRISONER OF WAR (POW) - 19
GOLD STAR- 57

SUPPORT OUR VETERANS - 126

2013

Currently registered vehicles, added new Motorcycle DAV - 13 Veteran type plates. In addition the Support our troop's plate was added in March 2012 which can be purchased by non-veterans.

VET LOGO AIR FORCE - 681
VET LOGO ARMY- 2,030
VET LOGO COAST GUARD - 25
VET LOGO GENERIC -104
VET LOGO MARINES- 506
VET LOGO NAVY- 614
VET LOGO PURPLE HEART-198
NATIONAL GUARD – 1,472
DISABLED AMERICAN VETERAN (DAV)- 1,011
MOBILITY IMPAIRED DAV-200
MOTORCYCLE DAV - 21
PRISONER OF WAR (POW)- 24
GOLD STAR- 54

Support our Troops -

2011

Currently registered vehicles with 12 veteran plate types.

VET LOGO AIR FORCE - 252
VET LOGO ARMY- 740
VET LOGO COAST GUARD -9
VET LOGO GENERIC -79
VET LOGO MARINES-190
VET LOGO NAVY-226
VET LOGO PURPLE HEART-61
NATIONAL GUARD -1,511
DISABLED AMERICAN VETERAN (DAV)-715
MOBILITY IMPAIRED DAV-113
PRISONER OF WAR (POW)-26
GOLD STAR-50

SPECIAL LETTER PLATES

3 of 3

Military/Veteran Specialty Plates

HB
1360
#3



National Guard



Veteran Air Force



Veteran Army



Veteran Coast Guard



Veteran Marine



Veteran Navy



Veteran Non-Branch



Veteran Purple Heart

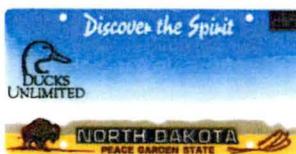


Gold Star Family Plate

Special Interest Plates



ND Cowboy Hall of Fame



Ducks Unlimited



Firefighters



Future Farmers of America



NDSU



MSU



Pheasants for the Future



HIT Inc.



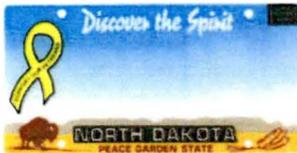
VCSU



DSU



Choose Life



Support our Veterans

HB 1360
2-5-15
15.0683.01002

Title.

#1

Prepared by the Legislative Council staff for
Representative Meier

January 28, 2015

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1360

Page 1, line 18, remove "The department shall report to the legislative assembly on the funds collected"

Page 1, line 19, remove "under this section during each legislative session."

Page 2, line 2, after the first underscored comma insert "or"

Page 2, line 2, remove ", and other decal plates as approved by the state"

Page 2, line 3, remove "department of veterans' affairs"

Page 2, line 13, after "display" insert "either"

Page 2, line 13, replace "of the veteran's choice" with "or a standard plate that does not identify the veteran as a veteran or disabled veteran"

Renumber accordingly

#2 HB1360
2-5-15

15.0683.01004
Title.

Prepared by the Legislative Council staff for
Representative Owens

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1360

Page 1, line 2, remove the first "and"

Page 1, line 4, after "registration" insert "; and to provide a contingent effective date"

Page 2 after line 19, insert:

"SECTION 3. CONTINGENT EFFECTIVE DATE. This Act is effective on the date the director of the department of transportation certifies to the secretary of state that the new motor vehicle registration software for the department is installed and functioning and not earlier than January 1, 2016.

WT #1
3/12/15

HB 1360

Thank you Mr. Chairman and members of the Senate Transportation Committee.

For the record my name is Rep. Lisa Meier of District 32.

HB 1360 will create a section in legislation for "Patriot number decal plates" (much like the veterans license decal plates) to include the US flag, American eagle, and the Boonie Stomper.

Fees for these plates will go to the Principal of the Post War Trust Fund for investment.

This includes \$25 initial fee \$20 to the DOT and \$5 to the Post War Trust Fund.

An annual fee of \$10 will thereafter go to the Post war Trust Fund.

The changes in this bill for the Disabled American Veteran Plates will allow a disabled veteran qualified for a license and registration exemption and distinctive DAV license plate to choose any plate and keep exemptions.

This is due to Veterans wanting to have other veteran plates they are eligible for.

Veterans not wanting to have the DAV plate showing all others that they are disabled veteran.

Veterans who are concerned about the current terror threats against military and veterans and do not want to have their vehicle marked as a target.

This bill will also allow the surviving spouse of an eligible veteran to retain one of these exempt plates.

I ask a Do Pass on this legislation to honor our veterans.

Thank you Mr. Chairman.

**House Transportation Committee
March 12, 2015 – 10:00 a.m. – Lewis and Clark**

**North Dakota Department of Transportation
Linda Sitz, Director of Motor Vehicle Division
House Bill 1360**

Mr. Chairman and members of the committee - I'm Linda Sitz, Director of the Motor Vehicle Division at the North Dakota Department of Transportation (DOT). Thank you for giving me the opportunity to present information to you today.

DOT is neutral on HB1360. The DOT would like to share with the committee members that we are starting a new general plate issuance beginning in the fall of 2015 and that until this process is implemented it will be difficult to work on the creation of any additional new plates.

This bill as written will decrease revenue to the highway tax distribution fund which will directly impact the state as well as counties, cities and townships. Organizational plates currently share the annual fees with the highway tax distribution fund, for example, the Support our Veterans plate has an annual fee of \$25; \$15 is donated to the ND Impact-Support our Veterans fund and \$10 goes into the highway distribution fund. Also the normal process for this type of organizational plate includes the payment of an origination setup fee of \$1,500 and a minimum of 50 applications thereby demonstrating that there is an active interest in the development of a new plate design. The DOT would need samples of these three new logos.

If this bill were to pass, the DOT would like to recommend the following amendments to the bill:

The DOT does not have decal plates, however, we do issue plates with a logo attached, therefore we would like to suggest an amendment to lines 22-23 on page 1 and remove the current language.

~~3. Patriotic plates must include a flag of the United States decal plate, bald eagle decal plate, or boony stomper decal plate.~~

And replace with the following suggestions below

Patriotic plates issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper which shall be placed on the left side of the plate. The director shall coordinate with the director of the department of veterans' affairs to design the three logos.

Also recommend changing line 20 on page 2 the effective date from January 1, 2016 to July 1, 2016, because the DOT's new motor vehicle registration software will be in operation in July.

Regarding the amendment to NDCC 39-04-18 subdivision j of section 2, the DOT supports this change.

Mr. Chairman, I would be happy to answer any questions at this time. Thank you.

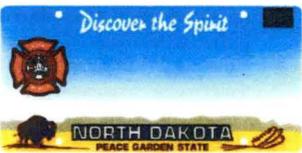
SPECIAL LETTER PLATES

HB-1340
3/12/15
2-2

Military/Veteran Specialty Plates

 <p>NORTH DAKOTA NG PEACE GARDEN STATE</p>	 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>
National Guard	Veteran Air Force	Veteran Army
 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>
Veteran Coast Guard	Veteran Marine	Veteran Navy
 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit VETERAN NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit GS NORTH DAKOTA PEACE GARDEN STATE</p>
Veteran Non-Branch	Veteran Purple Heart	Gold Star Family Plate

Special Interest Plates

 <p>Discover the Spirit COWBOY NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit DUCKS UNLIMITED NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit FIRE NORTH DAKOTA PEACE GARDEN STATE</p>
ND Cowboy Hall of Fame	Ducks Unlimited	Firefighters
 <p>Discover the Spirit FFA NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit NDSU NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit MSU NORTH DAKOTA PEACE GARDEN STATE</p>
Future Farmers of America	NDSU	MSU
 <p>Discover the Spirit PHEASANTS NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit HIT NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit VCSU NORTH DAKOTA PEACE GARDEN STATE</p>
Pheasants for the Future	HIT Inc.	VCSU
 <p>Discover the Spirit DSU NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit CHOOSE LIFE NORTH DAKOTA PEACE GARDEN STATE</p>	 <p>Discover the Spirit SUPPORT OUR VETERANS NORTH DAKOTA PEACE GARDEN STATE</p>
DSU	Choose Life	Support our Veterans

HB136D
3/12/15
2-3

2014

Currently registered vehicles – 13 veteran types. Support our troops can be purchased by non-veterans.

VET LOGO AIR FORCE - 817
VET LOGO ARMY- 2,377
VET LOGO COAST GUARD - 37
VET LOGO GENERIC -112
VET LOGO MARINES- 663
VET LOGO NAVY- 717
VET LOGO PURPLE HEART-201
NATIONAL GUARD – 1,361
DISABLED AMERICAN VETERAN (DAV) - 1,215
MOBILITY IMPAIRED DAV – 189
MOTORCYCLE DAV - 20
PRISONER OF WAR (POW) - 19
GOLD STAR- 57

SUPPORT OUR VETERANS - 126

2013

Currently registered vehicles, added new Motorcycle DAV - 13 Veteran type plates. In addition the Support our troop's plate was added in March 2012 which can be purchased by non-veterans.

VET LOGO AIR FORCE - 681
VET LOGO ARMY- 2,030
VET LOGO COAST GUARD - 25
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MOBILITY IMPAIRED DAV-200
MOTORCYCLE DAV - 21
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GOLD STAR- 54

Support our Troops -

2011

Currently registered vehicles with 12 veteran plate types.

VET LOGO AIR FORCE - 252
VET LOGO ARMY- 740
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MOBILITY IMPAIRED DAV-113
PRISONER OF WAR (POW)-26
GOLD STAR-50

#1

PROPOSED AMENDMENT TO SENATE BILL NO. 1360

DOT - AMENDMENT #1 - 3.19.15

Page 1, line 22 through 23, replace "Patriotic plates must include a flag of the United States decal plate, bald eagle decal plate, or bonny stomper decal plate." with "A patriotic plate issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be placed on the left side of the patriotic plate. The director shall coordinate with the director of the department of veterans' affairs to design the three logos."

Page 2, line 20, replace "January 1, 2016" with "July 1, 2016"

Senate Appropriations Committee
March 27, 2015 – 10:00 a.m. – Harvest Room

North Dakota Department of Transportation
Linda Sitz, Director of Motor Vehicle Division
House Bill 1360

#1
3-27-15
HB 1360

Mr. Chairman and members of the committee - I'm Linda Sitz, Director of the Motor Vehicle Division at the North Dakota Department of Transportation (DOT). Thank you for giving me the opportunity to present information to you today.

DOT is neutral on HB1360. The DOT would like to share with the committee members that we are starting a new general plate issuance beginning in the fall of 2015 and that until this process is implemented it will be difficult to work on the creation of any additional new plates. This is the reason for seeing the amendment to the original bill that delays implementation until July of 2016.

This bill as written will decrease revenue to the highway tax distribution fund which will directly impact the state as well as counties, cities and townships. Organizational plates currently share the annual fees with the highway tax distribution fund, for example, the Support our Veterans plate has an annual fee of \$25; \$15 is donated to the ND Impact-Support our Veterans fund and \$10 goes into the highway tax distribution fund. Also the normal process for this type of organizational plate includes the payment of an origination setup fee of \$1,500 and a minimum of 50 applications thereby demonstrating that there is an active interest in the development of a new plate design.

The DOT Director will coordinate with the Veterans Affairs Director on the design of these three new logos should HB 1360 pass as written.

Regarding the amendment to NDCC 39-04-18 subdivision j of section 2, the DOT supports this change.

Mr. Chairman, I would be happy to answer any questions at this time. Thank you.

2014

Currently registered vehicles – 13 veteran types. Support our troops can be purchased by non-veterans.

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SPECIAL LETTER PLATES

Military/Veteran Specialty Plates

 <p>National Guard</p>	 <p>Veteran Air Force</p>	 <p>Veteran Army</p>
 <p>Veteran Coast Guard</p>	 <p>Veteran Marine</p>	 <p>Veteran Navy</p>
 <p>Veteran Non-Branch</p>	 <p>Veteran Purple Heart</p>	 <p>Gold Star Family Plate</p>

Special Interest Plates

 <p>ND Cowboy Hall of Fame</p>	 <p>Ducks Unlimited</p>	 <p>Firefighters</p>
 <p>Future Farmers of America</p>	 <p>NDSU</p>	 <p>MSU</p>
 <p>Pheasants for the Future</p>	 <p>HIT Inc.</p>	 <p>VCSU</p>
 <p>DSU</p>	 <p>Choose Life</p>	 <p>Support our Veterans</p>

Senate Appropriations Subcommittee
March 31, 2015 – 4:00 PM – Harvest Room

North Dakota Department of Transportation
Mark Nelson, Deputy Director
House Bill 1360

HB 1360
4-2-15
Subcomm.
#1

Mr. Chairman and members of the committee - I'm Mark Nelson, Deputy Director for Driver and Vehicle Services for the North Dakota Department of Transportation (DOT). I am here today, per your request, to discuss HB1360 in more detail.

HB1360 if passed would allow North Dakota citizens the opportunity to display one of three patriotic logo plates on their vehicle, similar to the 'Support our Veterans' plate currently offered (see Attachment). These organizational plates would have an initial fee of \$25 with \$20 being deposited in the highway tax distribution fund and the post-war fund receiving \$5. Thereafter, an annual surcharge fee of \$10 would be deposited in the post-war fund.

The normal process for this type of organizational plate as defined in NDCC 39-04-10.13 includes the payment of an origination setup fee of \$1,500 and a minimum of 50 applications. HB1360 also modifies how fees are charged for these proposed plates within current statute.

39-04-10.13. Public or nonprofit organization number plate.

1. The director shall develop an organization number plate program for distinctive number plates for qualifying public and for nonprofit organizations recognized by the internal revenue service as tax exempt under 26 U.S.C. 501(c)(3). When appropriate, the department shall design a distinctive number plate to minimize the changes to a single application of overlay on the left side of the number plate. The organization may submit a design for the distinctive number plate for approval by the director. Upon approval by the director and proper application with proof of a minimum of fifty applicants and a one-time payment of one thousand five hundred dollars for a certain organization's number plate, the director shall include the number plate in the organization number plate program.

3. Upon proper application for a plate in the organization number plate program and payment of all other fees required under this chapter for registration of the motor vehicle and payment of an additional annual fee of twenty-five dollars, a qualified applicant is entitled to issuance of a certain organization number plate. However, the director may not issue the plates to the owner of a passenger motor vehicle or a truck the registered gross weight of which exceeds twenty thousand pounds [9071.85 kilograms].

4. The director shall deposit ten dollars of the additional organization number plate fee in the highway tax distribution fund and transfer monthly fifteen dollars to the proper organization to support programs of that organization.

Should HB1360 pass as written, the DOT Director will coordinate with the Veterans Affairs Director to design the three new logos.

It should be noted the bill does not provide an appropriation to the NDDOT (\$253,284)

Regarding Section 2 of HB1360, the DOT supports this section as written.

Mr. Chairman, I would be happy to answer any questions at this time. Thank you.

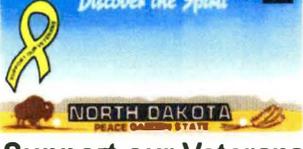
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SPECIAL LETTER PLATES

Military/Veteran Specialty Plates

 <p>National Guard</p>	 <p>Veteran Air Force</p>	 <p>Veteran Army</p>
 <p>Veteran Coast Guard</p>	 <p>Veteran Marine</p>	 <p>Veteran Navy</p>
 <p>Veteran Non-Branch</p>	 <p>Veteran Purple Heart</p>	 <p>Gold Star Family Plate</p>

Special Interest Plates

 <p>ND Cowboy Hall of Fame</p>	 <p>Ducks Unlimited</p>	 <p>Firefighters</p>
 <p>Future Farmers of America</p>	 <p>NDSU</p>	 <p>MSU</p>
 <p>Pheasants for the Future</p>	 <p>HIT Inc.</p>	 <p>VCSU</p>
 <p>DSU</p>	 <p>Choose Life</p>	 <p>Support our Veterans</p>

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Currently registered vehicles – 13 veteran types. Support our troops can be purchased by non-veterans.

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GOLD STAR-50

April 2, 2015

#1
4-6-15
HB 1360
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PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1360

In lieu of the amendments adopted by the Senate as printed on page 870 of the Senate Journal, Engrossed House Bill No. 1360 is amended as follows:

Page 1, line 9, replace "issue" with "develop a"

Page 1, line 9, replace "plates" with "number plate program"

Page 1, line 10, remove "Payment of all other fees required under this chapter for registration of a motor"

Page 1, line 11, replace "vehicle" with "Proof of a minimum of fifty applicants"

Page 1, line 11, after the underscored semicolon insert "and"

Page 1, line 12, remove "fee of twenty-five dollars of which twenty dollars is deposited"

Page 1, remove lines 13 through 15

Page 1, line 16, replace "postwar trust fund" with "one-time fee of one thousand five hundred dollars for the development of a patriotic number plate program"

Page 1, after line 16, insert:

"2. The director shall issue patriotic number plates to a qualified applicant under this section upon receiving:

- a. Proper application for a plate in the patriotic number plate program;
- b. Payment of all other fees required under this chapter for registration of the motor vehicle; and
- c. Payment of an additional annual fee of twenty-five dollars, of which the director shall deposit ten dollars in the highway tax distribution fund and transfer fifteen dollars to the proper organization or state fund."

Page 1, line 17, replace "2." with "3."

Page 1, line 18, replace "Deposits" with "Any deposits"

Page 1, line 22, replace "3." with "4."

Page 1, line 22, remove "Patriotic plates must include a flag of the United States decal plate, bald eagle decal"

Page 1, replace line 23 with "A patriotic plate issued under this section must bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be placed on the left side of the patriotic plate. The director shall coordinate with the commissioner of veterans' affairs to design the three logos."

Page 2, line 20, replace "January 1, 2016" with "July 1, 2016"

Renumber accordingly

1.1

STATEMENT OF PURPOSE OF AMENDMENT:

This amendment replaces an initial one-time fee of \$25 and an annual fee of \$10 with an initial one-time patriotic number plate program development fee of \$1,500 and an annual applicant fee of \$25 consistent with the nonprofit organization number plate program.

4-6-13
2
Subcom

Sixty-fourth
Legislative Assembly
of North Dakota

ENGROSSED HOUSE BILL NO. 1360

Introduced by

Representatives Meier, Fehr, Karls, Lefor, Owens, Porter, Steiner, Toman, Trottier

Senators Carlisle, Oehlke

1 A BILL for an Act to create and enact a new section to chapter 39-04 of the North Dakota
2 Century Code, relating to patriotic number plates; to amend and reenact subdivision j of
3 subsection 2 of section 39-04-18 of the North Dakota Century Code, relating to disabled veteran
4 motor vehicle registration; and to provide a contingent effective date.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1.** A new section to chapter 39-04 of the North Dakota Century Code is created
7 and enacted as follows:

8 **Patriotic number plates.**

9 1. The director shall ~~issue~~ develop a patriotic ~~plates~~ number plate program under this
10 section upon receiving:

11 a. ~~Payment of all other fees required under this chapter for registration of a motor~~
12 ~~vehicle~~ Proof of a minimum of fifty applicants; and

13 b. ~~Payment of an initial fee of twenty five dollars of which twenty dollars is deposited~~
14 ~~in the highway tax distribution fund and five dollars is deposited in the veterans'~~
15 ~~postwar trust fund; and~~

16 ~~c. Payment of an annual surcharge of ten dollars which is deposited in the veterans'~~
17 ~~postwar trust fund one-time fee of one thousand five hundred dollars for the~~
18 ~~development of a patriotic number plate program.~~

19 2. The director shall issue patriotic number plates to a qualified applicant under this
20 section upon receiving:

21 a. Proper application for a plate in the patriotic number plate program;

22 b. Payment of all other fees required under this chapter for registration of the motor
23 vehicle; and

2.1

1 c. Payment of an additional annual fee of twenty-five dollars, of which the director
2 shall deposit ten dollars in the highway tax distribution fund and transfer fifteen
3 dollars to the proper organization or state fund.

4 2.3. The department shall collect the initial fees and the annual surcharges under this
5 section. ~~Deposits~~Any deposits in the postwar trust fund under this section must be
6 added to the principal of the fund. Investment of the fund is the responsibility of the
7 state treasurer who shall have full authority to invest the fund only in the same manner
8 as the state investment board is authorized to make investments.

9 3.4. ~~Patriotic plates must include a flag of the United States decal plate, bald eagle decal~~
10 ~~plate, or boony stomper decal plate.~~A patriotic plate issued under this section must
11 bear a logo of a United States flag, bald eagle, or boony stomper. The logo must be
12 placed on the left side of the patriotic plate. The director shall coordinate with the
13 commissioner of veterans' affairs to design the three logos.

14 **SECTION 2. AMENDMENT.** Subdivision j of subsection 2 of section 39-04-18 of the North
15 Dakota Century Code is amended and reenacted as follows:

16 j. Motor vehicles not exceeding twenty-six thousand pounds [11793.40 kilograms]
17 registered gross weight owned and operated by a disabled veteran under the
18 provisions of Public Law 79-663 [38 U.S.C. 3901], a disabled veteran who has a
19 one hundred percent service-connected disability as determined by the
20 department of veterans' affairs, or a disabled veteran who has an extra-schedular
21 rating to include individual unemployability that brings the veteran's total disability
22 rating to one hundred percent as determined by the department of veterans'
23 affairs is entitled to display either a distinctive license plate or a standard plate
24 that does not identify the veteran as a veteran or disabled veteran which is
25 issued by the department. This exemption applies to no more than two such
26 motor vehicles owned by a disabled veteran at any one time. A surviving spouse
27 of a disabled veteran who has not remarried and who is receiving department of
28 veterans' affairs dependency and indemnity compensation retains the exemption
29 of the deceased veteran who qualified under this subdivision for one vehicle.

30 **SECTION 3. CONTINGENT EFFECTIVE DATE.** This Act is effective on the date the
31 director of the department of transportation certifies to the secretary of state that the new motor

Sixty-fourth
Legislative Assembly

- 1 vehicle registration software for the department is installed and functioning and not earlier than
- 2 ~~January 1, 2016~~ July 1, 2016.

April 2, 2015

1
2015
4-6-15

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Page 1, line 16, replace "postwar trust fund" with "one-time fee of one thousand five hundred dollars for the development of a patriotic number plate program"

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Re-number accordingly

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Sixty-fourth
Legislative Assembly
of North Dakota

2
HB 1360
4-6-15

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8 as the state investment board is authorized to make investments.

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Sixty-fourth
Legislative Assembly

- 1 vehicle registration software for the department is installed and functioning and not earlier than
- 2 ~~January 1, 2016~~ July 1, 2016.

#1

HB 1360
4-15-15

That the Senate recede from its amendments as printed on pages 1418 and 1419 of the House Journal and pages 1172 and 1173 of the Senate Journal and that House Bill No. 1360 be amended as follows:

Page 1, line 15, replace "ten" with "twenty-five"

Page 1, line 15, after "dollars" insert "of"

Page 1, line 15, after "which" insert "ten dollars"

Page 1, line 15, after "the" insert "highway tax distribution fund and fifteen dollars is deposited in the"

Page 1, line 24, replace "boony" with "boonie"

Page 2, replace lines 19 through 22 with

"SECTION 3. EFFECTIVE DATE. This Act becomes effective for the issuance of United States flag and bald eagle plates on July 1, 2017, and for the issuance of boonie stomper plates on August 1, 2016."