

FISCAL NOTE

May 15, 2024

Bill No:	HB 250	Printer's No:	213	Sponsor:	Merski
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COST / (SAVINGS)

Fund (s)	2023-24	2024-25
Motor License Fund	See Fiscal Impact	See Fiscal Impact

SUMMARY: HB 250 amends Title 75 (Vehicles) to raise the income limit for retirees paying a processing fee in lieu of a registration fee.

ANALYSIS: HB 250 raises the income limit for individuals who are retired from \$19,200 to \$29,906 to pay an \$11 processing fee in lieu of a registration fee.

Beginning January 1st of the year following passage of the legislation, this income limit will be adjusted to reflect change in the Consumer Price Index for All Urban Consumers (CPI-U).

This legislation will take effect in five months.

FISCAL IMPACT: The Pennsylvania Department of Transportation (PennDOT) estimates an annual cost of \$50 thousand to update forms, fact sheets, and the department's website. This cost could be absorbed.

There are approximately 132,000 individuals over the age of 65 that would qualify for the reduced fee. These individuals currently pay a \$45 fee, so this would be a reduction of \$34 per person, resulting in approximately a \$4.5 million reduction in revenue for the Motor License Fund in FY 2024-25.