	Prepared By	The Prof	essional Staff of t	he Committee on li	nfrastructure and	d Security
BILL:	CS/SB 150	0				
INTRODUCER:	Senator Broxson					
SUBJECT:	Specialty License Plate Fees					
DATE:	January 22, 2020 REVISED:					
ANALYST		STAF	FDIRECTOR	REFERENCE		ACTION
. Proctor		Miller	•	IS	FAV/CS	
2.				ATD		
3.				AP		

Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Substantial Changes

I. Summary:

CS/SB 1500 establishes a uniform annual use fee of \$25 per plate for all specialty license plates created in statute after July 1, 2020, except for specialty license plates for motorcycles.

The CS also provides an annual use fee of \$25 for the Blue Angels license plate.

The CS has an effective date of July 1, 2020.

II. Present Situation:

Specialty License Plates

Presently, there are over 120 specialty license plates available for purchase in Florida.¹ Specialty license plates are available to an owner or lessee of a motor vehicle who is willing to pay an annual use fee, ranging from \$15 to \$25, paid in addition to required license taxes and service fees.² The annual use fees are distributed to an organization or organizations in support of a particular cause or charity signified on the plate's design and designated in statute.³

¹ A list of Florida's specialty license plates is available on the DHSMV website at <u>http://www.flhsmv.gov/dmv/specialtytags/</u> (last visited January 16, 2020).

² Section 320.08056, F.S.

³ Section 320.08058, F.S.

The annual use fees collected by an organization and any interest earned from the fees may be expended only for use in this state unless the annual use fee is derived from the sale of specified United States Armed Forces and veterans-related specialty plates.⁴ Additionally, organizations must adhere to certain accountability requirements, including an annual audit or attestation document affirming that funds received have been spent in accordance with applicable statutes.⁵

During the 2019 Legislative Session a Blue Angels license plate was established.⁶ However, the development of the license plate was contingent upon the enactment of legislation creating an annual use fee under s. 320.08056 for the Blue Angels license plate.⁷

DHSMV Costs Defrayed

The DHSMV is authorized to retain a sufficient portion of annual use fees collected from the sale of specialty plates to defray its costs for inventory, distribution, and other direct costs associated with the specialty license plate program. The remainder of the proceeds collected are distributed as provided by law.⁸

III. Effect of Proposed Changes:

The CS amends s. 320.08056, F.S., to establish a uniform annual use fee of \$25 per plate for all specialty license plates created in statute after July 1, 2020. The CS does not impact the \$20 uniform fee for motorcycle specialty license plates that is established in s. 320.08068, F.S.

The CS also provides an annual use fee of \$25 for the Blue Angels license plate.

The CS has an effective date of July 1, 2020.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

⁴ Section 320.08056(10)(a), F.S.

⁵ Section 320.08062, F.S.

⁶ Ch. 2019-144, s. 3, Laws of Fla.

⁷ Id.

⁸ Section 320.08056(7), F.S.

D. State Tax or Fee Increases:

Section 19, Art. VII of the Florida Constitution requires "a supermajority vote" of two-thirds of the membership of each house to pass legislation which will impose or authorize a new state tax or fee.⁹ A "fee" is defined as "any charge or payment required by law, including any fee for service, fee or cost for licenses, and charge for service."¹⁰ A state tax or fee imposed or authorized must be contained in a separate bill that contains no other subject.¹¹

The \$25 annual use fee charged for a specialty license plate may be a new state fee subject to the constitutional requirements since it establishes a \$25 annual use fee for all specialty license plates created in statute after July 1, 2020, as well as for the Blue Angels license plate.

E. Other Constitutional Issues:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

Those who wish to purchase a Blue Angels license plate will have to pay a \$25 annual use fee.

The Naval Aviation Museum Foundation may receive an indeterminate amount of revenue from the annual use fees from the sale of any Blue Angels license plate.

C. Government Sector Impact:

There may be an indeterminate negative fiscal impact to the DHSMV to establish the \$25 annual use fee for the Blue Angels license plate due to programming requirements.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

⁹ FLA. CONST. art. VII, s. 19(a).

¹⁰ FLA. CONST. art. VII, s. 19(d)(1).

¹¹ FLA. CONST. art. VII, s. 19(e).

VIII. Statutes Affected:

This CS substantially amends the following sections of the Florida Statutes: 320.08056 and 320.06

IX. Additional Information:

A. Committee Substitute – Statement of Changes: (Summarizing differences between the Committee Substitute and the prior version of the bill.)

CS by Infrastructure and Security on January 21, 2020:

- Provides a \$25 annual use fee for the Blue Angels license plate; and
- Provides that the license plate annual use fee for a specialty license plate created or established after July 1, 2020, will be \$25.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.