

BREAST CANCER AWARENESS FUND-RAISING LICENSE PLATE



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FISCAL ANALYSIS

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HOUSE BILL 5122 AS INTRODUCED

Sponsor: Rep. Laura M. Toy
House Committee: Transportation

COMMITTEE ANALYSIS - 11/20/02

Analyst(s): Steve Stauff

SUMMARY

House Bill 5122 would amend the Vehicle Code to require that the secretary of state develop and issue a "Breast Cancer Awareness" fund-raising license plate. As well, the bill would create the Breast Cancer Awareness Fund within the Department of Treasury, require a \$25 donation to the established fund and a \$5 service fee to be paid by each person purchasing the fund-raising plate. The bill also requires the state treasurer to disburse money in the fund on a quarterly basis to the Michigan chapter of the American Cancer Society. An annual accounting report is required of the entity receiving the money.

Staff at the Department of State report that it costs approximately \$10 to process each specialty or fund-raising plate request. Processing costs include production, handling and distribution expenses. By collecting the \$5 service fee to cover \$10 of costs, each fund-raising plate sale will reduce Michigan Transportation Fund (MTF) revenue by \$5. The number of potential sales of the "Breast Cancer Awareness" fund-raising license plate is indeterminate.

As introduced, House Bill 5122 may have an indeterminate negative fiscal impact on state and local governmental revenues. It is estimated that a \$1,000 reduction of MTF revenue results in a \$100 reduction to public transit (Comprehensive Transportation Fund), a \$350 reduction to the State Trunkline Fund, and a \$550 reduction to local road agencies.