Last Action:

House Appropriations Committee

March 28, 2005

Speed Limit Bill House File 826

Executive Summary Only

An Act relating to the speed limit for vehicular traffic on highways, the fines for violations, and court costs for simple misdemeanor offenses and providing a fee and making appropriations.

Fiscal Services Division

Legislative Services Agency

NOTES ON BILLS AND AMENDMENTS (NOBA)

Available on line at http://www3.legis.state.ia.us/noba/index.jsp

LSA Contact: Jennifer Acton (17846)

EXECUTIVE SUMMARY NOTES ON BILLS AND AMENDMENTS

HOUSE FILE 826 SPEED LIMIT BILL

FUNDING SUMMARY	• In FY 2006, HF 826 generates \$7.0 million in additional revenue from the increase in court costs. The Bill also generates an estimated \$684,000 in speeding fine revenue and \$108,000 in surcharge revenue.				
SPEED LIMIT INCREASE	• Increases the speed limit on Interstate highways from 65 m.p.h. to 70 m.p.h. for all vehicles. The Bill also broadens the authority of the Department of Transportation to establish a lower speed limit on any portion of a divided, multi-lane highway, including Interstates.				
SPEEDING FINE INCREASE	• Increases the fines for speeding in zones greater than 55 m.p.h. as follows:				
	 Increases from \$10 to \$20 for speeding fines one to five miles over. Increases from \$20 to \$40 for speeding fines six to ten miles over. Increases from \$40 to \$60 for speeding fines 11 to 15 miles over. Increases from \$60 to \$80 for speeding fines 16 to 20 miles over. 				
	• Increases from \$60 to \$90 for speeding fines in excess of 20 miles over, plus \$2 to \$5 increase for each mile per hour of excessive speed.				
COURT COST INCREASE	• Increases the court cost for filing and docketing of a complaint or information for a simple misdemeanor with the Judicial Branch from \$17 to \$30. The Judicial Branch retains the first \$7.0 million for operations. Revenues above that level are deposited into the General Fund.				
STATE PATROL VEHICLE DEPRECIATION ACCOUNT	• Allocates a portion of the additional speeding fine and surcharge revenue from the State Court Administrator's Office to the State Patrol for the purchase of vehicles until June 30, 2009. The remaining surcharge revenue will be retained by local governments. The Department of Public Safety is required to use a portion of the vehicle depreciation funds to replace State Patrol vehicles used by canine handlers with multipurpose vehicles equipped for canine transport when the existing vehicles are due for replacement.				
FISCAL IMPACT	• The estimated fiscal impact to change the speed limit signs will range from \$124,000 to \$248,000, including labor, maintenance, and equipment. Costs would be paid from the Primary Road Fund.				
	• In FY 2006, \$7.0 million will be allocated to the Judicial Branch, \$596,000 will be allocated to the State Patrol Vehicle Depreciation Fund, approximately \$19,000 will be deposited into the Victim Compensation Fund, and approximately \$177,000 will be received by local governments.				
COLLECTION RATES	• The collection rates applied to the court cost increase are as follows:				
	• FY 2006 = 72.8%				
	• FY 2007 = 82.5%				
	• FY 2008 = 93.5%				

EXECUTIVE SUMMARY NOTES ON BILLS AND AMENDMENTS

HOUSE FILE 826 SPEED LIMIT BILL

• The following collection rates were applied to the fine and surcharge amounts:

	Collection Rate	s
Year 1	Year 2	Year 3
95.6%	98.7%	99.3%
94.3%	98.0%	98.5%
79.6%	90.8%	98.8%
39.6%	56.0%	87.6%
52.0%	72.0%	92.1%
	95.6% 94.3% 79.6% 39.6%	95.6% 98.7% 94.3% 98.0% 79.6% 90.8% 39.6% 56.0%

HF 826 as amended in House Appropriations

	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
State Fines					
State	\$ 512,000	\$ 582,000	\$ 653,000	\$ 653,000	\$ 653,000
Local Governments	172,000	196,000	220,000	220,000	220,000
Total	\$ 684,000	\$ 778,000	\$ 873,000	\$ 873,000	\$ 873,000
Surcharge					
State	\$ 84,000	\$ 127,000	\$ 188,000	\$ 188,000	\$ 188,000
Victim Compensation Fund	19,000	28,000	41,000	41,000	41,000
Local Governments	5,000	8,000	12,000	12,000	12,000
Total	\$ 108,000	\$ 163,000	\$ 241,000	\$ 241,000	\$ 241,000
Total Revenue	\$ 792,000	\$ 941,000	\$ 1,114,000	\$ 1,114,000	\$ 1,114,000
State Patrol Vehicle Account	\$ 596,000	\$ 709,000	\$ 814,000	\$ 814,000	

Additional Speeding Fine Revenue Generated By HF 826

Increasing Simple Misdemeanor Court Costs from \$17 to \$30

	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Judicial Branch	\$ 7,000,000	\$ 7,000,000	\$ 7,000,000	\$ 7,000,000	\$ 7,000,000
General Fund	-	900,000	1,900,000	1,900,000	1,900,000
	\$ 7,000,000	\$ 7,900,000	\$ 8,900,000	\$ 8,900,000	\$ 8,900,000