

The Florida Senate
BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Prepared By: The Professional Staff of the Appropriations Subcommittee on Transportation, Tourism, and Economic
Development

BILL: PCS/CS/SB 364 (240014)

INTRODUCER: Appropriations Subcommittee on Transportation, Tourism, and Economic Development;
Transportation Committee; and Senators Bean and Perry

SUBJECT: Specialty License Plates

DATE: February 18, 2022 REVISED: _____

	ANALYST	STAFF DIRECTOR	REFERENCE	ACTION
1.	<u>Proctor</u>	<u>Vickers</u>	<u>TR</u>	<u>Fav/CS</u>
2.	<u>Wells</u>	<u>Hrdlicka</u>	<u>ATD</u>	<u>Recommend: Fav/CS</u>
3.	_____	_____	<u>AP</u>	_____

Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Substantial Changes

I. Summary:

PCS/CS/SB 364 reduces the minimum voucher sale requirement for all specialty license plates to 2,500, before manufacture of the license plate may commence. In addition, the bill directs the Department of Highway Safety and Motor Vehicles (DHSMV) to extend the presale period by an additional 24 months, from 24 months to 48 months, for an approved specialty license plate organization that, as of the date the bill becomes a law, is in the presale period but has not recorded at least 2,500 voucher sales.

The bill provides that independent colleges or universities opting to use the standard template specialty license plate will have their plate sales combined with existing valid registrations of individual independent college or university license plates for purposes of meeting the minimum license plate sales threshold of 1,000 sales for at least 12 consecutive months and license plate limits in statute.

The bill creates a Blue Angels motorcycle specialty license plate and seven new specialty license plates: Inter Miami CF; Safe Haven for Newborns; Pap Corps Champions for Cancer Research; Learn to Fly; Florida Swims; Ethical Ecotourism; Down Syndrome Awareness; Gopher Tortoise; and I Make Things. The bill also amends the existing Live the Dream specialty license plate.

According to the DHSMV, the bill may have a negative, but insignificant, fiscal impact associated with programming costs. These costs can be absorbed within existing resources.

The bill has an effective date of upon becoming a law

II. Present Situation:

Specialty License Plates

Presently, there are 123 specialty license plates available for purchase in Florida and another 36 specialty license plates available for pre-sale.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 organizations in support of a particular cause or charity signified on the plate's design and designated in statute.³ In order to establish a specialty license plate and after the plate is approved by law, s. 320.08053, F.S., requires the following actions within certain timelines:

- Within 60 days, the organization must submit an art design for the plate, in a medium prescribed by the DHSMV;
- Within 120 days, the DHSMV must establish a method to issue pre-sale vouchers for the specialty license plate; and
- Within 24 months after the pre-sale vouchers are established, the organization must obtain a minimum of 3,000 voucher sales, or in the case of an out-of-state college or university license plate, 4,000 voucher sales, before manufacturing of the plate may begin.

If the minimum sales requirement has not been met by the end of the 24-month pre-sale period, then the DHSMV will discontinue the plate and issuance of pre-sale vouchers. Upon discontinuation, a purchaser of a presale voucher may use the annual use fee as a credit towards any other specialty license plate or apply for a refund with the DHSMV.⁴

New specialty license plates that have been approved by law but are awaiting issuance will be issued in the order they appear in s. 320.08058, F.S., provided that presale requirements have met. If the next listed specialty license plate has not met the presale requirement, the DHSMV will proceed in the order provided in s. 320.08058, F.S., to identify the next qualified specialty license plate that has met the presale requirement.⁵

If the Legislature has approved 150 or more specialty license plates, the DHSMV may not make any new specialty license plates available for design or issuance until a sufficient number of plates are discontinued so that the number of plates being issued does not exceed 150.⁶

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

¹ Department of Highway Safety and Motor Vehicles, *2022 Legislative Bill Analysis for SB 364*, (November 5, 2021), p. 2 (on file in the Senate Committee on Transportation).

² Section 320.08056(3)(d), F.S., provides that except if specifically provided in s. 320.08056(4), the annual use fee for a specialty license plate is \$25.

³ Section 320.08058, F.S.

⁴ Section 320.08053(2)(b), F.S.

⁵ Section 320.08053(3)(a), F.S.

⁶ Section 320.08053(3)(b), F.S.

United States Armed Forces and veterans-related specialty plates.⁷ 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.⁸

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.⁹

Discontinuance of Specialty Plates

The DHSMV must discontinue the issuance of an approved specialty license plate if the number of valid registrations falls below 1,000 plates for at least 12 consecutive months. A warning letter is mailed to the sponsoring organization following the first month in which the total number of valid specialty license plate registrations is below 1,000 plates. Collegiate plates for Florida universities are exempt from the minimum specialty license plate requirement.¹⁰ In addition, the DHSMV is authorized to discontinue any specialty license plate if the organization no longer exists, stops providing services that are authorized to be funded from the annual use fee proceeds, or pursuant to an organizational recipient's request.¹¹

However, effective July 1, 2023, the requirement increases so that the DHSMV must discontinue the issuance of an approved specialty license plate if the number of valid registrations falls below 3,000 or in the case of an out-of-state college or university license plate, 4,000, for at least 12 consecutive months. The DHSMV must mail a warning letter to the sponsoring organization following the first month in which the total number of valid specialty plate registrations is below 3,000, or in the case of an out-of-state college or university license plate, 4,000. This does not apply to in-state collegiate license plates established under s. 320.08058(3), F.S., license plates of institutions in and entities of the State University System, specialty license plates that have statutory eligibility limitations for purchase, specialty license plates for which annual use fees are distributed by a foundation for student and teacher leadership programs and teacher recruitment and retention, or Florida professional sports team license plates established under s. 320.08058(9), F.S.¹²

Out-of-state Specialty License Plates

Three out-of-state specialty license plates are available through the DHSMV presale process. They are for the University of Alabama, Auburn University, and the University of Georgia.¹³

⁷ Section 320.08056(10)(a), F.S.

⁸ Section 320.08062, F.S.

⁹ Section 320.08056(7), F.S.

¹⁰ Section 320.08056(8)(a), F.S.

¹¹ Section 320.08056(8)(b), F.S.

¹² Chapter 2020-181, s. 7, Laws of Fla.

¹³ Department of Highway Safety and Motor Vehicles, 2022 *Legislative Bill Analysis for SB 364*, at p. 3.

Existing Specialty License Plate

Independent Colleges and Universities

In 2020, legislation was enacted to create a standard template for all independent colleges and universities to use for specialty license plates.¹⁴ At the time, 21 separate institutions had a specialty license plate. The DHSMV worked with the institutions to create a standard template specialty license plate with a unique logo or graphic to represent each independent college or university.¹⁵ The benefit of using the standard template specialty license plate is that all plate sales are combined to meet the required sales thresholds for continued use of plates.¹⁶

The institutions are authorized to continue to use their specialty license plates or switch over to the standard template specialty license plate. The specialty license plate of any institution that switches to the standard template is discontinued.¹⁷ Currently there are about 25 institutions using the standard template specialty license plate.¹⁸

Live the Dream Specialty License Plate

Section 320.08058(47), F.S., provides for the distribution and use of the annual use fees for the Live the Dream plate. The annual use fees are to be used as follows:

- Up to five percent to administer, promote, and market the license plate;
- At least 60 percent must be distributed equally among the sickle cell organizations that are Florida members of the Sickle Cell Disease Association of America, Inc., for programs that provide research, care, and treatment for sickle cell disease;
- At least 30 percent must be distributed to Chapman Partnership, Inc., for programs that provide relief from poverty, hunger, and homelessness; and
- Up to five percent may be distributed by the DHSMV on behalf of the Dream Foundation, Inc., to The Martin Luther King, Jr. Center for Nonviolent Social Change, Inc., as a royalty for the use of the image of Dr. Martin Luther King, Jr.

Community Organizations

Inter Miami CF

The Inter Miami CF Foundation Corporation is an organization which uses “the game of soccer as a catalyst for positive change in the South Florida community.”¹⁹ It focuses on education, inclusion, and wellness for kids and young adults in underserved communities. The Inter Miami CF Foundation Corporation uses the soccer club’s reach, expertise, and resources to strategically

¹⁴ Chapter 2020-181, Laws of Fla.

¹⁵ Department of Highway Safety and Motor Vehicles, *Technical Advisory: Deauthorized Collegiate Specialty License Plates*, RS/TL21-005 (March 31, 2021), <https://www.flhsmv.gov/pdf/bulletins/2021/RSTL21-005.pdf> (last visited February 15, 2022).

¹⁶ Section 320.08056(12), F.S. *See also* s. 320.08058(3), F.S.

¹⁷ Section 320.08056(12), F.S.

¹⁸ Department of Highway Safety and Motor Vehicles, *Florida License Plate Brochure*, <https://www.flhsmv.gov/pdf/specialtyplates/tagbrochure.pdf> (last visited February 15, 2022).

¹⁹ Department of State, Sunbiz.org, Detail by Entity Name, *Inter Miami CF Foundation Corp.*, Document No. P20000013003. Throughout this analysis, references to Department of State, Division of Corporations documents filed by entities can be found by searching at <http://search.sunbiz.org/Inquiry/CorporationSearch/ByName> (last visited February 11, 2022) by entity name or by document number.

plan and execute sports-based development and direct-service community programs, initiatives, and events.²⁰

Gloria M. Silverio Foundation

The Gloria M. Silverio Foundation, Inc., is a nonprofit organization that is dedicated to saving the lives of newborns from the dangers of abandonment and assisting pregnant girls and women in crisis.²¹

Papanicolaou Corps for Cancer Research

The Papanicolaou Corps for Cancer Research, Inc., is a nonprofit organization with approximately 20,000 members, which may be one of South Florida's largest grassroots fundraising organization.²² Funds raised at its events benefit the Sylvester Comprehensive Cancer Center at the University of Miami, Miller School of Medicine. There, physicians and scientists work on groundbreaking research programs to eradicate all forms of cancer.²³

Florida's Lifted Youth

The Florida's Lifted Youth Inc., is a nonprofit organization which assists children of fallen heroes and underprivileged youth to establish a career in aviation.²⁴

Swimming Pool Education and Safety Foundation

The Swimming Pool Education and Safety Foundation, Inc., also known as Florida Swims Foundation, is a nonprofit organization that funds swimming lessons and distributes safety information throughout the state.²⁵ The foundation awards scholarships to college students and provides grants for swimming lessons. The foundation also collaborates with local organizations, such as the YMCA and Boys & Girls Clubs, to bring water safety measures and swimming lessons to families with young children.²⁶

Florida Society for Ethical Ecotourism

In 1998, the CREW Land and Water Trust and the Florida Department of Environmental Protection Rookery Bay National Estuarine Research Reserve received a grant from the

²⁰ See Department of State, Sunbiz.org, Detail by Entity Name, *Inter Miami CF Foundation Corporation, Articles of Incorporation*. The corporation is registered with the state as a for-profit corporation, but its articles state that it is a nonprofit, charitable organization. The filing with the state may be incorrect.

²¹ Department of State, Sunbiz.org, Detail by Entity Name, *Gloria M. Silverio Foundation, Incorporated*, Document No. N00000008496. A Safe Haven for Newborns, *Our Mission*, <https://asafehavenfornewborns.com/what-we-do/our-mission/> (last visited February 11, 2022).

²² Department of State, Sunbiz.org, Detail by Entity Name, *Papanicolaou Corps for Cancer Research, Inc.*, Document No. N36411.

²³ The Pap Corps, <https://www.thepapcorps.org/> (last visited January 31, 2022).

²⁴ Department of State, Sunbiz.org, Detail by Entity Name, *Florida's Lifted Youth Inc.*, Document No. N21000003354. See Department of State, Sunbiz.org, Detail by Entity Name, *Florida's Lifted Youth Inc., Articles of Incorporation* (filed March 17, 2021).

²⁵ Department of State, Sunbiz.org, Detail by Entity Name, *Swimming Pool Education And Safety Foundation Inc.*, Document No. N07000000242.

²⁶ Florida Swimming Pool Association, *SPESF*, <https://floridapoolpro.portals7.gomembers.com/About/FloridaSwimsFoundation.aspx> (last visited January 31, 2022).

Advisory Council of Environmental Education within the Florida Game and Fresh Water Fish Commission, to provide an educational workshop for ecotour providers of Southwest Florida. As a result of the grant, a day-long Southwest Florida Eco/Heritage Tourism Workshop took place in downtown Ft. Myers in which 85 people participated.²⁷

Following the workshop, a group of volunteers from Southwest Florida communities met and formed the Society for Ethical Ecotourism in Southwest Florida. In 2011 they changed their name to the Florida Society for Ethical Ecotourism, Inc.²⁸ The Florida Society for Ethical Ecotourism, Inc., is registered as an active nonprofit corporation with the DOS.²⁹

Paddle Florida

Paddle Florida, Inc., is a nonprofit corporation organized to support canoeing and kayaking in Florida.³⁰ The organization supports multi-day paddling/camping trips in each of Florida's five water management districts, showcasing the state's natural beauty and rich cultural heritage while promoting water conservation, wildlife preservation, springs restoration, and waterways protection. Paddle Florida seeks to promote Florida as an international destination for nature-based tourism.³¹

Our City Beautiful

Our City Beautiful, Inc., is a nonprofit organization located in central Florida, organized to bridge the gap in affordable housing for individuals with intellectual and physical disabilities through communities of tiny homes.³²

Wildlands Conservation, Inc.

Wildlands Conservation, Inc., is a nonprofit organization specializing in conservation planning and policy, land management, land protection, research, education, and outreach.³³

Florida Manufacturing and Logistics Council

III. Florida Manufacturing and Logistics Council, Inc., is a nonprofit organization based in Orlando to promote the advancement of Florida's manufacturing and logistics industries. The organization sponsors seminars and exhibitions to

²⁷ Florida Society for Ethical Ecotourism, *History of the "Florida Society for Ethical Ecotourism"*, <https://www.floridasee.com/docs/Florida%20SEE%20History.pdf> (last visited January 31, 2022).

²⁸ *Id.*

²⁹ Department of State, Sunbiz.org, Detail by Entity Name, *Florida Society for Ethical Ecotourism, Inc.*, Document No. N0100000235.

³⁰ Department of State, Sunbiz.org, Detail by Entity Name, *Paddle Florida, Inc.*, Document No. N1100000503.

³¹ Paddle Florida, <http://www.paddleflorida.org/> (last visited January 31, 2022).

³² Department of State, Sunbiz.org, Detail by Entity Name, *Our City Beautiful, Inc.*, Document No. N19000002890. *Our City Beautiful, What We Are About*, <https://our-city-beautiful.com/who-we-are/> (last visited January 31, 2022).

³³ Wildland Conservation, *About Us*, <https://wildlandsconservation.org/about-us/> (last visited February 16, 2021). Department of State, Sunbiz.org, Detail by Entity Name, *Wildlands Conservation, Inc.*, Document No. N03000002778.

highlight products manufactured and distributed by Florida industries.³⁴Effect of Proposed Changes:

Section 1 of the bill amends s. 320.08053(2)(b), F.S., to reduce the minimum voucher sale requirement for all specialty license plates to 2,500, from 3,000, before manufacture of the license plate may commence. In addition, the bill directs the DHSMV to extend the presale period by an additional 24 months, from 24 months to 48 months, for an approved specialty license plate organization that, as of the date the bill becomes a law, is in the presale period but has not recorded at least 2,500 voucher sales.

Section 2 of the bill amends s. 320.08056(12), F.S., to provide that independent colleges or universities opting to use the standard template specialty license plate will have their plate sales combined with the total number of remaining valid registrations for the discontinued individual independent college or university specialty license plates for purposes of the standard template specialty license plate meeting the minimum license plate sales threshold of 1,000 sales for at least 12 consecutive months and license plate limits in statute.

The bill also requires any remaining valid registrations for a discontinued individual independent college or university specialty license plate to pay the applicable specialty license plate annual use fee for the remainder of the 10-year license plate replacement period.

Existing Specialty License Plate (Section 3)***Live the Dream Specialty License Plate***

The bill amends s. 320.08058(47), F.S., to revise the distribution and use of the annual use fees. The annual use fees are to be used by the Live the Dream Foundation, Inc., as follows:

- At least 40 percent must be distributed equally among the sickle cell organizations that are Florida members of the Sickle Cell Disease Association of America, Inc., for programs that provide research, care, and treatment for sickle cell disease;
- At least 10 percent must be used for programs and services provided directly by the Dream Foundation, Inc., which assists inmates released from the custody of a county jail in this state or a Department of Corrections facility in successfully reentering the community;
- At least 15 percent must be distributed as grants for programs and services throughout this state which assist inmates released from the custody of a county jail in this state or a Department of Corrections facility in successfully reentering the community;
- At least 25 percent must be distributed as scholarships to graduating high school seniors in this state who have at least one parent or legal guardian who is incarcerated, for the purpose of attending a state university, a Florida College System institution, a career center operated by a school district, or a charter technical career center. Scholarships must be awarded through a competitive application process and fiscal oversight of the scholarship program must be performed by a certified public accounting firm; and
- Up to five percent, as provided in current law, may be distributed by the DHSMV on behalf of the Dream Foundation, Inc., to The Martin Luther King, Jr. Center for Nonviolent Social Change, Inc., as a royalty for the use of the image of Dr. Martin Luther King, Jr.

³⁴ Department of State, Sunbiz.org, Detail by Entity Name, Florida Manufacturing and Logistics Council, Inc., Document No. N18000011928.

New Specialty License Plates (Section 3)

Blue Angels Motorcycle License Plate

The bill amends s. 320.08058(79), F.S., to create a motorcycle specialty license plate option for the Blue Angels specialty license plate. Any DHSMV-approved image must be placed on the far left side of a plate for display on a motorcycle, and the number of valid plates issued for display on a motor vehicle or on a motorcycle must be added together to determine whether the plate must be discontinued based on sales.

Inter Miami CF License Plate

The bill creates the Florida Inter Miami CF specialty license plate. The license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Inter Miami CF” appears at the bottom of the plate.

The annual use fees are distributed to the Inter Miami CF Foundation Corporation, to be used as follows:

- Up to 10 percent to promote and market the plate; and
- The remainder to plan and execute sports-based development and direct-service community programs, initiatives, and events.

Currently, it appears that Florida Inter Miami CF is registered with the state as a for-profit corporation, but its articles state that it is a nonprofit, charitable organization. The filing with the state may be incorrect.

Safe Haven for Newborns License Plate

The bill creates the Safe Haven for Newborns License Plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “A Safe Haven for Newborns” appears at the bottom of the plate.

The annual use fees are distributed to the Gloria M. Silverio Foundation, Inc., to be used as follows:

- Up to 10 percent for marketing and administration of the plate; and
- The remainder to be used by the foundation to prevent infant abandonment through awareness, education, and direct assistance.

Pap Corps Champions for Cancer Research License Plate

The bill creates the Pap Corps Champions for Cancer Research license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Cancer Research Matters” appears at the bottom of the plate.

The annual use fees are distributed to the Papanicolaou Corps for Cancer Research, Inc., to be used as follows:

- Up to 10 percent for promotion and marketing of the plate and reimbursing the Pap Corps for administrative costs, startup costs, and costs incurred in the development and approval process of the plate; and
- The remaining funds must be distributed with the approval of and accountability to the board of directors of the Pap Corps and must be used to promote and support awareness of critical lifesaving cancer research by the Sylvester Comprehensive Cancer Center through education, outreach, and clinical research.

Learn to Fly License Plate

The bill creates the Learn to Fly license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Learn to Fly” appears at the bottom of the plate.

The annual use fees are distributed to the Florida’s Lifted Youth Inc., to be used as follows:

- Up to 10 percent to promote and market the plate; and
- The remainder to be used by Florida’s Lifted Youth Inc., to assist underprivileged youth and the children of fallen heroes to establish careers in aviation.

Florida Swims License Plate

The bill creates the Florida Swims license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Swim for Life” appears at the bottom of the plate.

The annual use fees are distributed to the Swimming Pool Education and Safety Foundation, Inc., doing business as Florida Swims, to be used as follows:

- Up to 10 percent for administration, promotion, and marketing of the plate; and
- The remainder to be used by the Swimming Pool Education and Safety Foundation, Inc., to promote swimming pool and water safety and to provide grants and scholarships for childhood swimming lessons in this state.

Ethical Ecotourism License Plate

The bill creates the Florida Ethical Ecotourism license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Ethical Ecotourism” appears at the bottom of the plate.

The annual use fees are distributed equally between the Florida Society for Ethical Ecotourism, Inc., and Paddle Florida, Inc., to be used as follows:

- Up to 10 percent for administrative costs and to market the plate; and
- The remainder:
 - By Florida Society for Ethical Ecotourism, Inc., to provide environmental education and awareness that encourage behaviors that contribute to the sustainability of Florida’s natural ecosystems and resources; and
 - By Paddle Florida, Inc., to raise awareness about water conservation, wildlife preservation, restoration of springs, and protection of waterways in this state.

Down Syndrome Awareness License Plate

The bill creates the Down Syndrome Awareness license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Down Syndrome Awareness” appears at the bottom of the plate.

The annual use fees are distributed to Our City Beautiful, Inc., to be used as follows:

- Up to 10 percent for administrative costs and marketing of the plate;
- The remainder:
 - 50 percent to build and maintain HOLLAND, an affordable housing project for independent living for persons with Down syndrome or other intellectual disability;
 - 15 percent for Our City Beautiful World Changer scholarships for Florida residents 18 years of age or older with Down syndrome who wish to further their education at postsecondary educational institutions located in this state; and
 - 35 percent for grants to other nonprofit organizations within this state to support housing, educational scholarships, and employment assistance programs for persons with Down syndrome or other intellectual disability.

Gopher Tortoise License Plate

The bill creates the Gopher Tortoise license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “Protect the Gopher Tortoise” appears at the bottom of the plate.

The annual use fees are distributed to Wildlands Conservation, Inc., to be used as follows:

- Up to 10 percent for marketing of the plate and costs directly associated with administration of the gopher tortoise protection program; and
- The remainder to be used by the Wildlands Conservation to use and distribute the funds to eligible Florida-based scientific, conservation, and educational organizations for gopher tortoise, commensal species, and upland habitat research, conservation, and management.

I Make Things License Plate

The bill creates the I Make Things license plate. The specialty license plate must bear the DHSMV-approved colors and design. The word “Florida” appears at the top of the plate and “I Make Things” appears at the bottom of the plate.

The annual use fees are distributed to the Florida Manufacturing and Logistics Council, Inc., to be used as follows:

- Up to 10 percent for:
 - Promotion and marketing of the plate; and
 - To reimburse the council for administrative costs, startup costs, and costs incurred in the development and approval process of the plate; and
- The remainder to be used by the council, with approval of its board of directors, to promote and support programs that increase interest in careers in manufacturing.

Section 4 of the bill directs the Division of Law Revision to replace the phrase “the effective date of this act” wherever it occurs in the bill with the date the bill becomes a law.

The bill has an effective date of upon becoming a law.

IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

D. State Tax or Fee Increases:

Article VII, s. 19, of the Florida Constitution requires that a new state tax or fee, as well as an increased state tax or fee, must be approved by two-thirds of the membership of each house of the Legislature and must be contained in a separate bill that contains no other subject. Article VII, s. 19(d)(1), of the Florida Constitution defines “fee” to mean “any charge or payment required by law, including any fee for service, fee or cost for licenses, and charge for service.”

The bill requires payment of an annual use fee for a discontinued specialty license plate of an independent college or university, that is discontinued due to the independent college or university moving to the standard template specialty license plate.

E. Other Constitutional Issues:

None identified.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

Under current law, an independent college or university that switches to the standard template specialty plate will have its specialty license plate discontinued. A vehicle owner that has a specialty license plate that is discontinued does not have to pay the specialty plate annual use fee for the remainder of the 10-year license plate replacement period. This bill requires continued payment of the annual use fee for any discontinued specialty license plate of an independent college or university, that is discontinued due to the independent college or university moving to the standard template specialty license plate. The number of discontinued plates affected by this change is unknown at this time.

Related to the newly created specialty license plates, s. 320.08056(3)(d), F.S., currently provides that the annual use fee for a specialty license plate is \$25, except as otherwise provided.

B. Private Sector Impact:

Reduction of the minimum voucher sale requirement for all specialty license plates to 2,500, before manufacture of the license plate may commence and the extension of the presale period by an additional 24 months, will allow more specialty license plates to meet the requirements for production and avoid deauthorization as required under s. 320.08053(2)(b), F.S.

Once a specialty license plate goes into production, organizations authorized for a distribution from the proceeds of the sale of the license plate will benefit.

Independent colleges and universities opting to use the standard template specialty license plate design will have their plate sales combined with existing registrations for the individual institutions' specialty license plates for purposes of meeting the minimum license plate sales threshold and license plate limits. This may keep the independent colleges and universities specialty license plates from being discontinued as required under s. 320.08056(8)(a), F.S.

C. Government Sector Impact:

The DHSMV will need to update internal procedures and instructions to organizations regarding specialty license plate requirements; however, there will be no programming costs incurred by the DHSMV.³⁵

Programming will be required initially to allow the DHSMV to accept vouchers, but the DHSMV may not finalize a design or issue the new license plate if the 150 cap is reached prior to the license plate selling 2,500 vouchers. The amount of programming is determined by the number of plates and the number of distributions per plate.

VI. The DHSMV is authorized to retain revenues from the first proceeds of specialty license plate sales to defray departmental expenditures related to the specialty license plate program.³⁶ Technical Deficiencies:

None.

VII. Related Issues:

None.

³⁵ Department of Highway Safety and Motor Vehicles, *2022 Legislative Bill Analysis for SB 364*, at p. 4.

³⁶ Section 320.08056(7), F.S.

VIII. Statutes Affected:

This bill substantially amends the following sections of the Florida Statutes: 320.08053, 320.08056, and 320.08058

IX. Additional Information:

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

Recommended CS/CS by Appropriations Subcommittee on Transportation, Tourism, and Economic Development on February 16, 2022:

The committee substitute:

- Creates two new plates: the Gopher Tortoise plate and the I Make Things plate;
- Shortens the slogan for the bottom of the Paps Corps Champions for Cancer Research plate;
- Allows the total plates for independent colleges and universities using the standard template specialty plate to be calculated using both the standard template specialty plate sales and any specialty license plates previously issued for the entity; and
- Requires the payment of the annual use fee for a discontinued specialty license plate for an independent college or university.

CS by Transportation on January 25, 2022:

- Creates seven new specialty license plates;
- Creates one new motorcycle specialty license plate;
- Amends one existing specialty license plate;
- Amends the voucher sale requirement for all specialty license plates; and
- Amends how license plate sales numbers are calculated for independent colleges or universities opting to use the standard template specialty license plate for purposes of meeting the minimum license plate sales threshold of 1,000 sales for at least 12 consecutive months and license plate limits in statute.

- B. **Amendments:**

None.