

## Proposal: Cost of Doing Business Adjustment

Over the past two decades, inflation and growth have increased the cost of doing business all over the country. However, many of the state's fees have not changed at all in that time. The changes below could generate between \$30 and \$70 million by allowing departments and agencies to generate funds to cover the cost of the services they provide and ensure that end-users pay for the service rather than taxpayers as a whole.

Agencies will work with you over the next few months on agency-specific fee bills. While not all adjustments will be able to be applied to higher education or the state general fund, the agencies themselves will realize the savings.

Agency	Budget Fund	Revenue FY2016
<b>Department of Economic Development</b> Increases in LED fees for Entertainment and Business Incentives programs	Self-Generated	<b>\$1,900,000</b>
<b>Department of Natural Resources</b> <b>Office of Conservation:</b> Increases in Application, Pipeline, Regulatory and Class I Injection Wells fees; creation of new Application Fees; and acreage fees; <b>Office of Coastal Management:</b> Increases in nonresidential applications for excavation or filling and the cost for Consistency Determination Review	Oil & Gas Regulatory/ Coastal Resources Trust Fund	<b>\$12,871,117</b>
<b>Department of Environmental Quality</b> Creation of and increases in fees for permits, licenses, registrations and certifications; processing documents; and annual maintenance for hazardous waste treatment, storage and disposal facilities.	Q02	<b>\$4,384,472</b>
<b>Department of Health and Hospitals – Office of Public Health</b> Increases in and creation of fees for: certificates and endorsement; duplicate documents; operator exams and applications; updates to education/experience; processing of NSF checks and late fees, reciprocity; and reinstatement. *Note: Revenues will not be realized until FY17; however legislation is necessary during the 2015 Legislative Session.	Self-Generated	<b>\$0</b>
<b>Department of Transportation and Development</b> Increases in fees for ferry toll fare and billboard permits; creation of fees for materials and testing, commercial driveway permits, engineering services, operation and maintenance of 20 state-owned dams, inspections of water wells and inspection fees for approximately 145 non-state owned dams	Self-Generated	<b>\$2,162,929</b>
<b>Department of Public Safety – State Police and Office of Motor Vehicles</b> Increases in fees for vehicle certificate of title, online driving record, trailer stamps, vehicle use – escort, annual licensing for storage facilities, Motor Vehicle Inspection Station licenses, permits for medical window tints and gaming applications; creation of fees for commissions granting arrest powers, inspections of vehicles for owners applying for a salvage, reconstructed or assembled title	FSGR/OMV Tech Fund/Towing & Storage Fund/Riverboat Gaming Fund	<b>\$39,502,260</b>
<b>Department of Revenue</b> Increases in fees for penalties due to late payments, negligence, NSF checks or failure to keep adequate records; increase in garnishment fees; and creation of fees to set up payment installment agreements and administering Offer in Compromise applications	Self-Generated	<b>\$13,200,000</b>

Agency	Budget Fund	Revenue FY2016
<b>Division of Administration – Office of State Lands</b> Adjustment to the rate charged for a 20-year pipeline right-of-way lease	Self-Generated	\$116,000
<b>Total:</b>		<b>\$74,136,778</b>