

# Department of Motor Vehicles

## 2002 Fiscal Impact Statement

1. **Bill Number** SB178

**House of Origin** ☒ Introduced ☐ Substitute ☐ Engrossed  
**Second House** ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Miller, K.G.

3. **Committee** Finance

4. **Title** State fuel tax; increase in tax on gasoline, diesel fuel, etc.

5. **Summary/Purpose:**

State fuel tax; increase in tax on gasoline, diesel fuel, and liquid alternative fuel. Increases the fuel tax on (i) gasoline and gasohol from 17 and one-half cents to 22 and one-half cents per gallon, (ii) diesel fuel from 16 cents to 18 cents per gallon, and (i ii) liquid alternative fuels used to operate a highway vehicle from 16 cents to 22 and one-half cents per gallon. The tax increases are effective January 1, 2003, and all revenues attributable to the increases shall be paid into the Transportation Trust Fund.

6. **Fiscal Impact Estimates are:** Preliminary

6a. **Expenditure Impact:**

| <i>Fiscal Year</i> | <i>Dollars</i> | <i>Positions</i> | <i>Fund</i> |
|--------------------|----------------|------------------|-------------|
| 2002-03            |                |                  |             |
| 2003-04            |                |                  |             |
| 2004-05            |                |                  |             |

6b. **Revenue Impact:**

| <i>Fiscal Year</i> | <i>Dollars</i>  | <i>Positions</i> | <i>Fund</i> |
|--------------------|-----------------|------------------|-------------|
| 2002-03            | \$89.4 million  | 0                | NGF         |
| 2003-04            | \$222.5 million | 0                | NGF         |
| 2004-05            | \$226.9 million | 0                | NGF         |

7. **Budget amendment necessary:** No

8. **Fiscal implications:** None

9. **Specific agency or political subdivisions affected:** DMV, VDOT

10. **Technical amendment necessary:** Proportional increases in the road use tax should mirror the fuel tax increases to ensure consistency and conformity in the collection of both of these taxes.

11. **Other comments:** The FY 2003 revenue estimates noted above are based on the January 1, 2003 effective date of the bill and are representative of fuel sales estimates from January 2003 through May 2003.

**Date:** 01/16/02/jmc

**Document:** G:\LLS DATA\2002 Legislation \Session\DPB Fiscal Impact Statements \SB178.DOC  
cc: Secretary of Transportation