

# Department of Motor Vehicles

## 2004 Fiscal Impact Statement

**1. Bill Number** HB 1473

**House of Origin**    ☒ Introduced    ☐ Substitute    ☐ Engrossed

**Second House**    ☐ In Committee    ☐ Substitute    ☐ Enrolled

**2. Patron**        Hull

**3. Committee**   House Finance

**4. Title**           Motor fuels tax; increased, revenue deposited in highway construction districts.

**5. Summary/Purpose:**

Imposes an additional tax on each gallon of fuel currently taxed under the Virginia Fuels Tax Act at the rate of four percent of the statewide average retail price per gallon of gasoline, increases the motor carrier road tax by the same rate, and increases the alternative use fee for certain motor carriers from \$100 to \$150. The additional revenues generated shall be distributed among the nine highway construction districts to be used for new road construction within each district according to the following formula: 60 percent based on the percentage of the Commonwealth's total population residing within each district, and the remaining 40 percent based on the ratio of vehicle-miles traveled on the primary system in each district divided by the number of primary system lane miles in each district. **For similar legislation, see HB 60 (Parrish), HB 428 (Watts) and HB 885 (Plum).**

6. Fiscal Impact Estimates are preliminary.

**6b. Revenue Impact:**

### Distribution of Increased Motor Fuels Tax to Transportation Due to HB 1473 (in millions of dollars)

Transportation Districts	Revenue Allocation					
	FY05	FY06	FY07	FY08	FY09	FY10
Bristol	16.30	16.82	17.34	17.76	18.11	18.47
Culpeper	21.45	22.14	22.81	23.37	23.83	24.31
Fredricksburg	20.70	21.35	22.01	22.54	22.99	23.45
Hampton Roads	54.80	56.54	58.27	59.68	60.87	62.08
Lynchburg	18.00	18.58	19.15	19.61	20.00	20.40
Northern Virginia	80.34	82.89	85.43	87.50	89.24	91.02
Richmond	39.80	41.06	42.32	43.35	44.21	45.09
Salem	27.28	28.15	29.01	29.71	30.31	30.91
Staunton	19.79	20.42	21.04	21.55	21.98	22.42
<b>Total</b>	<b>298.47</b>	<b>307.94</b>	<b>317.40</b>	<b>325.07</b>	<b>331.54</b>	<b>338.15</b>

- 7. Budget amendment necessary:** Yes.
- 8. Fiscal implications:** This proposal provides additional revenue for highway construction and maintenance using the allocation formula outlined in the bill.
- 9. Specific agency or political subdivisions affected:** DMV, VDOT
- 10. Technical amendment necessary:** No
- 11. Other comments:** Revenue estimates provided by the Departments of Taxation and Transportation.

**Date:** 02/03/04/jmc

**Document:** G:\LLSDATA\2004 Legislation\Session\DPB Fiscal Impact Statements\HB1473.DOC

cc: Secretary of Transportation