Department of Planning and Budget 2006 Fiscal Impact Statement

1.	Bill Number:	HB1614		
	House of Origin	Introduced	Substitute	Engrossed
	Second House	☐ In Committee	Substitute	Enrolled
2.	Patron: Jo	ones, D.C.		

3. Committee: Appropriations

4. Title: Vehicle registration fees.

5. Summary/Purpose: This bill converts Virginia's existing vehicle registration fee structure from a flat fee to a weight-based registration fee system. The proposed fee structure is as follows:

Less than 2,499 pounds – same as today - \$23 Between 2,500 and 3,599 pounds - \$8 increase to \$31 Between 3,600 and 3,999 pounds - \$18 increase to \$41 Above 3,999 pounds - \$13 increase to \$41 (pay \$28 today)

6. Fiscal Impacts are: Preliminary

Revenue Impact:

Fiscal Year	Dollars	Positions	Fund
2005-06			
2006-07	\$72,800,000		NGF
2007-08	\$73,700,000		NGF
2008-09	\$74,440,000		NGF
2009-10	\$75,180,000		NGF

7. Budget amendment necessary: Yes. Governor Kaine has submitted related budget amendments to appropriate the funds anticipated through this proposal in the Department of Transportation.

8. Fiscal implications:

The impact of the change in registration fees proposed under this legislation can be shown with the following examples:

Vehicle Type	Weight	Current Base	Proposed Base
	(lbs)	Registration Fee*	Registration Fee*
Ford Escape-SUV	3346	\$ 23	\$ 31
Ford Explorer-SUV	4615	\$ 28	\$ 41
Ford Expedition-SUV	5562	\$ 28	\$ 41
Ford Focus	2647	\$ 23	\$ 31
Ford Taurus	3306	\$ 23	\$ 31
Ford Crown Victoria	4101	\$ 28	\$ 41

^{*}Does not include \$6.50 in additional fees charged at time of registration.

Other states have the following related registration fees:

- Maryland's fees are \$128 for less than 3,700 pounds and \$180 for more;
- Pennsylvania's fee is \$36.00;
- District of Columbia's fees are \$72 for less than 3,499 pounds, \$115 for less than 4,999 pounds, and \$155 for more than 5,000 pounds;
- North Carolina's fees are \$28 for the state, with additional local fee for passenger vehicles; trucks vary by weight with \$51.50 for between 5,000 and 6,000 pounds;
- Kentucky is \$15 for less than 6,000 pounds; and,
- West Virginia's fee is \$30 a year for less than 8,000 pounds.

The revenues generated from this proposal will be deposited into the Priority Transportation Fund for additional activities or projects that leverage local cost-sharing for transportation purposes.

- **9. Specific agency or political subdivisions affected:** Department of Transportation; Department of Motor Vehicles
- **10. Technical amendment necessary:** There is an amendment to delete a section that was incorrectly included in the bill (46.2-694 C1).
- 11. Other comments: This bill is identical to SB 723.

Date: February 9, 2006

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