

Department of Planning and Budget 2016 Fiscal Impact Statement

1. Bill Number: SB470

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

2. Patron: Wagner

3. Committee: Finance

4. Title: Motor vehicle fuels sales tax in certain transportation districts

5. Summary: This bill increases the tax on the sales price charged by a distributor for fuels sold to a retail dealer in Hampton Roads from 2.1 percent to 5.1 percent.

6. Budget Amendment Necessary: Yes, Item 456. An appropriation adjustment should be reflected in service area 60707, Distribution of Hampton Roads Transportation Fund Revenues.

7. Fiscal Impact Estimates: Preliminary. See Item #8.

7b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2016	-	-
2017	41,400,000	Hampton Roads
2018	51,100,000	Hampton Roads
2019	51,900,000	Hampton Roads
2020	53,200,000	Hampton Roads
2021	54,700,000	Hampton Roads
2022	56,300,000	Hampton Roads

8. Fiscal Implications: The revenue impact estimate for FY 2017 reflects a 10-month effect. The additional funding would be remitted to the localities in Hampton Roads through the existing process. The Department of Motor Vehicles (DMV) estimates that there would be no impact on the agency's expenditures.

9. Specific Agency or Political Subdivisions Affected: Department of Motor Vehicles; localities in the Hampton Roads area where the tax is imposed.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 1/21/16

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c: Secretary of Transportation