

Department of Planning and Budget

2007 Fiscal Impact Statement

1. Bill Number: HB2610

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Watts

3. Committee: Transportation

4. Title: Vehicle registration; increases fees for those not designed to transport passengers

5. Summary/Purpose: This bill increases fees for registration of vehicles not designed and used to transport passengers, and increases the minimum registration fee for farm vehicles.

6. Fiscal impact estimates are preliminary.

6b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2006-07	-	-	-
2007-08	\$42.3 million	-	NGF
2008-09	\$43.2 million	-	NGF
2009-10	\$44.2 million	-	NGF
2010-11	\$45.2 million	-	NGF
2011-12	\$46.3 million	-	NGF
2012-13	\$47.5 million	-	NGF

7. Budget amendment necessary: Yes, Item 444.

8. Fiscal implications: This bill increases the fees for heavy truck registrations, including those in the International Registration Plan. The registration fees for trailers and semitrailers will increase by \$20 per year – to the same as that for passenger vehicles. The revenue generated by this fee increase will be:

Fiscal Year	Trailers	Farm Vehicles
2008	\$14.1 million	\$0.2 million
2009	\$15.0 million	\$0.2 million
2010	\$16.0 million	\$0.2 million
2011	\$17.0 million	\$0.2 million
2012	\$18.1 million	\$0.2 million
2013	\$19.3 million	\$0.2 million

The base registration fee for heavy trucks will remain \$13 plus an amount determined by the gross weight of the vehicle. This weight-based additional fee currently ranges from \$2.60 per thousand pounds of gross weight at 10,001 to 11,000 pounds to \$13.25 per thousand pounds of gross weight at 76,001 to 80,000 pounds. This bill will increase the range from \$3.74 per

thousand pounds of gross weight to \$19.08 per thousand pounds of gross weight, a 44 percent increase. The revenue generated by this fee increase will be:

Fiscal Year	Heavy Trucks
2008	\$28.0 million
2009	\$28.0 million
2010	\$28.0 million
2011	\$28.0 million
2012	\$28.0 million
2013	\$28.0 million

The fees are to be deposited into the Highway Maintenance and Operating Fund. The second enactment of the bill specifies that the revenue will be used solely for transportation purposes. The third enactment has the provisions of this bill expire on December 31 of any year in which the General Assembly appropriates any revenues from it to a non-transportation purpose.

9. Specific agency or political subdivisions affected: Virginia Department of Transportation, Department of Motor Vehicles.

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 1/22/07/jlv

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cc: Secretary of Transportation