

Department of Planning and Budget 2008 Fiscal Impact Statement

1. Bill Number: SB 676

House of Origin	<u>X</u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Miller, J.C.

3. Committee: Senate Transportation

4. Title: Abolishing the Hampton Roads Transportation Authority.

5. Summary: The proposed legislation abolishes the enabling legislation creating the Hampton Roads Transportation Authority (the Authority). The bill repeals the sections of the Code of Virginia setting the establishment and membership of the Authority and the taxes, fees and charges that support the Authority's operations and programs.

6. Fiscal Impact Estimates: See Item 8.

7. Budget Amendment Necessary: None.

8. Fiscal Implications: The proposed legislation does not impact state revenues, as the Hampton Roads Transportation Authority is a separate entity. Some state agencies are involved in the collection of certain revenue streams of the Authority. The cost of collection is recovered from collected revenues; therefore there is no expenditure impact to the Commonwealth.

House Bill 3202 identified several transportation projects in the Hampton Roads area the Authority was to construct with their revenue stream. With the repeal of the Authority, less or no funding for the transportation projects will be available. The proposed legislation does not offset the loss in regional revenue with additional state funding. The table below illustrates the estimated revenues of the Hampton Roads Transportation Authority.

Hampton Roads Transportation Authority*

(millions of dollars)

	<u>Rate Change</u>	<u>FY08</u>	<u>FY09</u>	<u>FY10</u>	<u>FY11</u>	<u>FY12</u>	<u>FY13</u>
Retail Motor Fuels Sales Tax	2%	\$5.0	\$30.2	\$30.2	\$30.2	\$30.2	\$30.2
Grantor's Tax	40 cents	11.4	49.1	51.6	51.7	52.1	52.6
Motor Vehicle Rental Tax	2%	0.9	3.5	3.6	3.7	3.8	3.9
Local Vehicle Registration Fee	\$10	3.3	13.3	13.3	13.3	13.3	13.3
First Time Vehicle Registration	1%	6.8	41.2	41.9	42.2	42.9	43.5
Auto Repairs	5%	3.0	18.9	19.6	20.2	21.0	21.7
Vehicle Inspection Fee	\$10	3.1	12.3	12.3	12.3	12.3	12.3
HRTA Total		\$33.5	\$168.5	\$172.5	\$173.8	\$175.6	\$177.5
Local options							
Commerical Real Estate	10 Cents	\$5.1	\$20.3	\$20.3	\$20.3	\$20.3	\$20.3
Local Reg Fee	\$10	3.3	13.3	13.3	13.3	13.3	13.3
HR Local Options Total		\$8.4	\$33.6	\$33.6	\$33.6	\$33.6	\$33.6
<i>*All Hampton Roads provisions take effect on 4/1/2008</i>							
Total Hampton Roads		\$41.9	\$202.1	\$206.1	\$207.4	\$209.2	\$211.1
Revenue Impact HB 1444		(\$41.9)	(\$202.1)	(\$206.1)	(\$207.4)	(\$209.2)	(\$211.1)

9. Specific Agency or Political Subdivisions Affected: Department of Taxation, Department of Motor Vehicles, Department of Transportation, Hampton Roads Transportation Authority, Cities of Chesapeake, Hampton, Newport News, Norfolk, Poquoson, Portsmouth, Suffolk, Virginia Beach, and Williamsburg, and the counties of Isle of Wight, James City and York.

10. Technical Amendment Necessary: None.

11. Other Comments: HB 1444 also abolishes the Hampton Roads Transportation Authority.

Date: 1/22/2008 dpb/smc

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cc: Secretary of Transportation