Department of Planning and Budget 2011 Fiscal Impact Statement

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- **2. Patron:** Obenshain
- 3. Committee: Agriculture, Conservation and Natural Resources
- 4. Title: Motor fuel inspection; affixation of decal showing state and federal taxes.
- **5. Summary:** Requires state inspectors of motor fuels and motor fuel dispensers to attach a decal to dispensers showing the amount of federal and state taxes levied per gallon of motor fuel.
- 6. Budget Amendment Necessary: Yes. Item 88 of Senate Bill 800.

7. Fiscal Impact Estimates: Preliminary

7a.	Expenditure l	mpact:		
	Fiscal Year	Dollars	Positions	Fund
	2011	\$ 9,000	N/A	GF
	2012	Unknown		
	2013	Unknown		
	2014	Unknown		
	2015	Unknown		
	2016	Unknown		
	2017	Unknown		

8. Fiscal Implications: Virginia Department of Agriculture and Consumer Services (VDACS) estimates that there are 87,500 motor fuel dispensers in Virginia that are subject to the provisions of this bill. Many dispensers are housed inside cabinets that dispense more than one grade of product, e.g. regular, mid-grade, and premium, in which case only one decal would be needed for each side of the cabinet from which product is dispensed. Altogether, VDACS estimates that 45,000 decals would be needed. The estimated one-time cost is \$ 9,000. If the federal or state taxes that are levied on motor fuels change in the future, then new decals would need to be printed accordingly. The future cost cannot be estimated at this time. As a result of significant budget reductions, the agency cannot absorb the costs associated with this bill.

9. Specific Agency or Political Subdivisions Affected: Virginia Department of Agriculture and Consumer Services (VDACS)

10. Technical Amendment Necessary: No

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11. Other Comments: None

Date: 1/18/2011