

Department of Planning and Budget 2012 Fiscal Impact Statement

1. Bill Number: SB162

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

2. Patron: Peterson

3. Committee: Finance

4. Title: Fuels tax; indexing of tax rates.

5. Summary: This bill increases or decreases each year the rates of Virginia's fuels taxes using a fuel efficiency index. The bill would define the fuel efficiency index as the quotient that is obtained when using as the numerator the total annual vehicle miles traveled in the Commonwealth for the relevant year and using as the denominator the total gallons of motor fuel consumed for highway use in the Commonwealth for the relevant year. The numerator and denominator would be the corresponding amounts as published by the Federal Highway Administration of the United States Department of Transportation.

6. Budget Amendment Necessary: Yes, Item #447.

7. Fiscal Impact Estimates: Preliminary.

7a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2013	\$16,050	-	NGF

7b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2013	\$200,000	NGF
2014	\$1,700,000	NGF
2015	\$4,900,000	NGF
2016	\$8,400,000	NGF
2017	\$12,100,000	NGF
2018	\$16,100,000	NGF

8. Fiscal Implications: The estimated revenue impact has been calculated by the Department of Taxation. Estimates for vehicle mile traveled (VMT) data is based on 2010 VMT data. Motor fuel consumption estimates are based on a December 2011 Commonwealth Transportation Fund forecast. The revenue impact in FY 2013 represents a 2-month effect of the proposed tax changes.

The Department of Motor Vehicles estimates a one-time expenditure of \$16,050 for system changes to implement the provisions of this legislation.

9. Specific Agency or Political Subdivisions Affected: Department of Motor Vehicles.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 1/23/12

Document: Janet Vogelgesang G:\12-14\FIS\SB162.DOC

c: Secretary of Transportation