

Department of Planning and Budget

2023 Fiscal Impact Statement

1. **Bill Number:** SB865

House of Origin ☐ Introduced ☒ Substitute ☒ Engrossed

Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. **Patron:** Cosgrove

3. **Committee:** Transportation

4. **Title:** Highway use fee; exemptions, low-speed vehicles

5. **Summary:** This bill provides that the annual highway use fee for registered low-speed vehicles shall be \$25.

6. **Budget Amendment Necessary:** No.

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

7b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2024	(\$137,500)	Commonwealth Transportation Fund
2025	(\$137,500)	Commonwealth Transportation Fund
2026	(\$137,500)	Commonwealth Transportation Fund
2027	(\$137,500)	Commonwealth Transportation Fund
2028	(\$137,500)	Commonwealth Transportation Fund
2029	(\$137,500)	Commonwealth Transportation Fund
2030	(\$137,500)	Commonwealth Transportation Fund

8. **Fiscal Implications:** There are approximately 1,500 low-speed vehicles registered in Virginia. Assuming the maximum taxation on each vehicle, the provisions of the bill would reduce revenue to the Commonwealth Transportation Fund by approximately \$137,500 annually.

9. **Specific Agency or Political Subdivisions Affected:** Department of Motor Vehicles, Virginia Department of Transportation.

10. **Technical Amendment Necessary:** No.

11. **Other Comments:** None.