

Fiscal Estimate - 2001 Session

Original Updated Corrected Supplemental

LRB Number 01-0220/1		Introduction Number AB-344		
Subject Motor vehicle fuel tax rate				
Fiscal Effect				
State:				
<input type="checkbox"/> No State Fiscal Effect				
<input type="checkbox"/> Indeterminate				
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
<input type="checkbox"/> Decrease Existing Appropriations	<input checked="" type="checkbox"/> Decrease Existing Revenues			
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs		
Local:				
<input type="checkbox"/> No Local Government Costs				
<input type="checkbox"/> Indeterminate				
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected		
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory			
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue			
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory			
		<input type="checkbox"/> Towns	<input type="checkbox"/> Village	<input type="checkbox"/> Cities
		<input type="checkbox"/> Counties	<input type="checkbox"/> Others	
		<input type="checkbox"/> School Districts	<input type="checkbox"/> WTCS Districts	
Fund Sources Affected		Affected Ch. 20 Appropriations		
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.566 (1) (u)				
Agency/Prepared By	Authorized Signature	Date		
DOR/ Jacek Cianciara (608) 266-8133	Dennis Collier (608) 266-5773	5/7/01		

Fiscal Estimate Narratives

DOR 5/7/01

LRB Number 01-0220/1	Introduction Number AB-344	Estimate Type Original
Subject Motor vehicle fuel tax rate		

Assumptions Used in Arriving at Fiscal Estimate

Under current law, the Department of Revenue, annually on April 1, adjusts the tax rate on motor vehicle fuel by the rate of inflation the prior year. This bill eliminates that annual adjustment, with a retroactive effective date that would eliminate the rate adjustment that occurred on April 1, 2001.

On April 1, 2001, the motor vehicles fuel tax rate was raised from 26.4 cents to 27.3 cents per gallon. Restoring the rate in effect prior to April 1, 2001, and eliminating the rate adjustment that would occur on April 1, 2002, would reduce motor vehicle fuel tax revenues by \$35.35 million in FY02 and \$ 60.81 million in FY03. In addition, tax revenue loss for the period April 1 through June 30 of FY01, would be \$8.6 million.

The Department would incur one-time costs of \$50,000 to process refunds for tax paid at the higher rate since April 1.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
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Subject			
Motor vehicle fuel tax rate			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$50,000 expenditures and - \$8.6 million in SEG revenues			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
	State Operations - Salaries and Fringes	\$	
	(FTE Position Changes)		
	State Operations - Other Costs		
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$	\$
B. State Costs by Source of Funds			
	GPR		
	FED		
	PRO/PRS		
	SEG/SEG-S		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
		Increased Rev	Decreased Rev
	GPR Taxes	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S (Transportation)		-35,350,000
	TOTAL State Revenues	\$	\$-35,350,000
NET ANNUALIZED FISCAL IMPACT			
		State	Local
	NET CHANGE IN COSTS	\$	\$
	NET CHANGE IN REVENUE	\$-35,350,000	\$\$
Agency/Prepared By		Authorized Signature	Date
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