

Department of Planning and Budget 2022 Fiscal Impact Statement

1. Bill Number: SB612

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

2. Patron: Boysko

3. Committee: Passed Both Houses

4. Title: Highway use fee, mileage-based user fee program; program clarifications.

5. Summary: The bill protects certain data collected for the mileage-based user fee program from disclosure. The bill directs the Commissioner to establish a process for issuing prorated refunds of highway based user fees to eligible owners.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Final. See Item #8.

8. Fiscal Implications: The highway use fee became effective on July 1, 2020, and the mileage-based user fee program will become effective on July 1, 2022. This bill provides programmatic clarifications for both the Highway Use Fee (HUF) and mileage-based user fee (MBUF). Owners of vehicles subject to HUF would now be eligible for refunds of that fee if they cancel the vehicle registration with six months or more remaining in the registration period. Providing refunds of the highway use fee will reduce a small percentage of the collections of the highway use fee, which was \$42.7 million in FY 2021 and is estimated by the Department of Taxation to be \$46.6 million in FY 2022. The legislation offers additional protection for data collected in the MBUF program.

In order to implement the bill, the agency will incur programming costs estimated at \$108,118. The 1,468 staff hours required can be accomplished during the normal work schedules for DMV employees, given current workloads. The agency has reserved sufficient funds to provide for the costs of this initiative.

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

10. Technical Amendment Necessary: No.

11. Other Comments: None.