

FISCAL NOTE

STATE OF ALASKA
1999 LEGISLATIVE SESSION

Bill No. 1 ****CORRECTED****
 Bill Version: SB 64
 (S) Publish Date: 2-24-99

Revision Date: _____
 Title: An Act relating to commercial vehicle registration fees and taxes; and providing for an effective date.
 Sponsor: (S) TRA
 Requestor: (S) TRA

Department Affected: Administration
 BRU: Motor Vehicles
 Component: _____
 COMPONENT SERIAL NO. 2348

Expenditures/Revenues: _____ (Thousands of Dollars)
 Note: Amounts do not include inflation unless otherwise noted below

OPERATING EXPENDITURES	FY 2000	FY 2001	FY2002	FY 2003	FY 2004	FY 2005
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE: _____ (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
OTHER						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY 99) cost: \$ _____

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary.) In 1998 HB 404 was passed and that bill eliminated the requirement for annual or biennial commercial trailer registration. HB 404 increased registration fees on commercial cars, trucks, and buses to compensate for the loss of the trailer registration fees. The intent of this was to be revenue neutral with the changes. This bill addresses the same issue with the Municipal Registration Tax by increasing the tax rates on larger commercial vehicles to offset the loss of municipal tax revenue from the trailers.

DMV collects these taxes at time of registration and remits them to the appropriate municipality less an 8% collection cost which the state retains. There is no gain or loss of revenue since this bill merely shifts the existing tax burden from one class of vehicles to another. The tax rate changes can be accomplished by a computer table change in less than an hour.

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Phone: (907) 269-5559
 Date: _____

Approved by Commissioner: Robert Poe Jr.
 Agency: Department of Administration

Date: 2/11/99

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