

FISCAL NOTE

May 21, 2021

Bill No:	House Bill 948	Printer's No:	1448	Sponsor:	Rep. Carroll (D)
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COST / (SAVINGS)

Fund (s)	2021-22	Out-Years
Motor License Fund	"See Fiscal Impact"	"See Fiscal Impact"

SUMMARY: House Bill 948 eliminates the alternative fuel tax on electricity used by plug in electric vehicles and replace it with annual electric vehicle road fees paid during initial registration and annual renewal periods.

ANALYSIS: House Bill 948 would eliminate the alternative fuel tax on the electricity used by plug in electric vehicles and replace it with annual electric vehicle road fee which are to be paid during the initial registration and annual renewal periods. The fee schedule is as follows:

- Electric motorcycle or neighborhood electric vehicle = \$15 per year
- Any hybrid electric vehicle with a gross weight not to exceed 26,000 pounds (excludes motorcycles) = \$75 per year
- Any electric vehicle with a gross weight of not more than 26,000 pounds (excludes motorcycles) = \$175 per year
- Any electric vehicle with a gross weight of 26,001 or more = \$250 per year

An electric vehicle registered to an exempt entity is not required to pay the electric vehicle road use fee. A \$500 administrative penalty will be imposed if used for nonexempt purposes.

HB 948 allows the Pennsylvania Department of Transportation (PennDOT) to promulgate regulations. The bill will take effect 180 days upon enactment.

FISCAL IMPACT: PennDOT will incur system infrastructure improvement costs in the amount of \$1,325,000 to accommodate payment of this fee option. All fees collected must be deposited in the Motor License Fund and must be used for purposes of highway maintenance and construction.