

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 6104**  
**BILL NUMBER: HB 1037**

**DATE PREPARED: Oct 30, 1998**  
**BILL AMENDED:**

**SUBJECT:** Fuel Tax distribution.

**FISCAL ANALYST:** James Sperlik  
**PHONE NUMBER:** 232-9866

**FUNDS AFFECTED:**     **GENERAL**  
                          **X DEDICATED**  
                          **FEDERAL**

**IMPACT:** State & Local

**Summary of Legislation:** The bill specifies that a van, sport utility vehicle, or other motor vehicle is a passenger motor vehicle and not a truck if it is designed primarily for carrying passengers. It replaces the term "passenger car" with "passenger motor vehicle" in the allocation formula for the Local Road and Street Account in order to include van and sport utility vehicle registrations in the formula.

**Effective Date:** July 1, 1999.

**Explanation of State Expenditures:** This proposal will clarify the definition of a truck which is used for determining the allocation formula for the Local Road and Street Account. For the Bureau of Motor Vehicles (BMV), this may reduce administrative time spent on making these determinations. The fund affected is the Motor Vehicle Highway Account which supports the BMV.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** The specific impact will depend upon the number of vehicles involved. This bill attempts to remove any ambiguity with regard to what vehicles are classified as trucks. For the distribution of the Local Road and Street Account, one of the formulas used to distribute motor fuel taxes to local units, this likely will mean more vehicles will be counted as cars, rather than trucks, and consequently they will now be included in the Local Road and Street Account formula. This formula only includes passenger cars and does not include pickup trucks.

**State Agencies Affected:** Bureau of Motor Vehicles.

**Local Agencies Affected:** Those local units that receive distributions from the Local Road and Street Account.

**Information Sources:**