

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-3334/1	Introduction Number AB-0283
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Description
 requiring a local referendum to impose a wheel tax

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs

Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By LFB/ John WilsonTepeli (608) 266-3847	Authorized Signature Bob Lang (608) 266-3847	Date 6/10/2019
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Fiscal Estimate Narratives

LFB 6/10/2019

LRB Number	19-3334/1	Introduction Number	AB-0283	Estimate Type	Supplemental
Description requiring a local referendum to impose a wheel tax					

Assumptions Used in Arriving at Fiscal Estimate

AB 283 would do the following related to the imposition of existing and prospective wheel taxes:

- a. Existing Wheel Taxes. Specify that a municipality or county that imposes a registration fee prior to the effective date of the bill would be required to hold a referendum at a regularly scheduled election occurring not later than the first day of the 18th month beginning after the effective date of the bill. The bill would specify the form of the referendum question and require that if the referendum question is not approved, the municipality or county would not be able to impose any registration fee after the last day of the third month beginning after the date of the referendum.
- b. Prospective Wheel Taxes. Specify that a municipality or county that proposes to impose a registration fee shall hold a referendum at a regularly scheduled election. The bill would specify the form of the referendum question and specify that if the question submitted at the referendum is approved by a majority of the electors who vote in the referendum, the municipality or county may impose the registration fee beginning on the first day of the 4th month beginning after the date of the referendum. Require that if the referendum question is not approved, the municipality or county would not be able to impose any registration fee.

The bill would not affect state appropriations. The bill has the potential to reduce existing and future transportation fund revenue and wheel tax revenues to local governments depending on the outcome of the required referendum. Under current law, DOT receives transportation fund revenue (SEG) from an administrative "wheel tax" processing fee that is intended to cover the costs associated with processing wheel taxes on behalf of local governments. It is uncertain how many communities would approve or repeal an existing wheel tax, or adopt new wheel taxes, under the referendum requirements of the bill.

Long-Range Fiscal Implications