

State of Misconsin 2005 - 2006 LEGISLATURE

2005 ASSEMBLY BILL 729

October 6, 2005 – Introduced by Representatives Vos, Strachota, Pridemore, Nass, Gunderson, Gundrum, Jeskewitz, Kerkman, Kleefisch, Kreibich, F. Lasee, LeMahieu, Loeffelholz, Lothian, McCormick, Suder and Vukmir, cosponsored by Senators Grothman, Lazich, Stepp and Leibham. Referred to Joint Committee on Finance.

- 1 AN ACT *to create* 78.23 of the statutes; **relating to:** a temporary reduction in the
 - motor vehicle fuel tax rate.

Analysis by the Legislative Reference Bureau

This bill reduces the rate of the motor vehicle fuel tax by 15 cents per gallon for the 120 day period beginning on the fourteenth day after the bill's effective date. The bill also transfers from the general fund to the transportation fund in fiscal year 2005–06 the approximate additional amount of the motor vehicle fuel tax that would have been collected, if not for the reduction.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

- **SECTION 1.** 78.23 of the statutes is created to read:
- 4 **78.23 Motor vehicle fuel tax rate reduction. (1)** During the 120 day period
- 5 beginning on the 14th day after the effective date of this subsection [revisor
- 6 inserts date], the rate of the tax imposed under s. 78.01 is reduced by 15 cents per
- 7 gallon.

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(2) Suppliers, wholesaler distributors, and retail dealers shall reduce the price
of motor vehicle fuel so that the reduction under sub. (1) is passed on to the ultimate
consumer. Any person who violates this subsection is guilty of a Class G felony.

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SECTION 2. Nonstatutory provisions.

(1) TRANSPORTATION FUND. There is transferred from the general fund to the $\mathbf{5}$ 6 transportation fund in fiscal year 2005–06 an amount determined by the department 7 of revenue that is approximately equal to the difference between the amount of taxes 8 imposed under section 78.01 of the statutes that the department collected during the 9 120 days period under section 78.23 of the statutes, as created by this act, and the 10 amount of taxes imposed under section 78.01 of the statutes that the department 11 would have collected if the reduction under section 78.23 of the statutes, as created 12by this act, had not been in effect.

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(END)