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HOUSE FISCAL AGENCY

124 N. Capitol Avenue 4 – North, HOB Lansing, MI

HB4494 AS INTRODUCED

Sponsor Committee Rep. Larry Julian TRANSPORTATION

Analyst(s) Hamilton, William

Completed 5/15/01

State Fiscal Impact

Local Fiscal Impact

Cost None
Revenues Decrease

Cost Revenues None Decrease

This bill would amend the Michigan Vehicle Code to revise and reduce commercial truck registration fees. Vehicle registration fees are constitutionally dedicated for transportation purposes, and are statutorily dedicated by Public Act 51 of 1951 (Act 51) to the Michigan Transportation Fund. Act 51 also governs the distribution of funds credited to the Michigan Transportation Fund. Act 51 appropriates MTF funds to the Comprehensive Transportation Fund for public transportation purposes, to the State Trunkline Fund for the construction and maintenance of state trunkline highways and administration of the Michigan Department of Transportation, and to local road agencies (county road commissions and cities and villages).

The bill would reduce state and local revenue. The Michigan Department of Transportation estimates that the bill would reduce revenue to the Michigan Transportation Fund by \$5.4 million per year. The House Fiscal Agency has not independently evaluated that estimate. We note that approximately 10% of MTF revenue is dedicated to public transportation purposes - primarily to local public transit programs, approximately 55% to local road agencies, and approximately 35% to state road programs.