

FISCAL NOTE

	FY 2022	FY 2023	FY 2024
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
HIGHWAY FUND	\$40,240,000	\$40,240,000	\$40,240,000
COUNTY ROAD FUNDS	\$14,150,000	\$14,150,000	\$14,150,000
CITIES AND TOWNS STREET & ALLEY	\$5,910,000	\$5,910,000	\$5,910,000
SPECIAL REVENUE-STATE PARKS	\$1,170,000	\$1,170,000	\$1,170,000

Source of revenue increase:

Nine cent per gallon increase in the fuel tax on gasoline, diesel fuel and alternative fuel; Comparable increases in the tax distributions on fuel used in snowmobiles, motorboats and off-road recreational vehicles;

Assumptions:

The revenue increases distributed to the Highway Fund, county road funds and city & town street & alley funds are estimated to generate a total increase of approximately \$60.3 million per year (approx. \$6.7 million per penny). This estimate is based on a five-year average of motor fuel collections (FY16-FY20).

The revenue increases to the Highway Fund, county road funds and city & town street & alley funds are based on the current gasoline tax, alternative fuel and diesel tax distributions defined in Wyoming Statute. These distributions are described below:

- The gasoline tax and alternative fuel tax distributions are:
 - o Highway Fund 57.5%,
 - o two county distributions totaling 27.5% and
 - o cities & towns 15%
- The diesel tax distribution is:
 - o Up to 2% for administration, with the remainder distributed
 - o Highway Fund 75%,
 - o Counties 20% and
 - o cities & towns 5%

Article 15, Section 16 of the Wyoming Constitution requires that fuel tax revenues be used for the costs of construction, maintenance and traffic enforcement of Wyoming's highways, roads and streets.

The Department of State Parks & Cultural Resources receives fuel tax revenue distributions which are deposited into three separate special revenue accounts specific to the type of licensed vehicle (snowmobiles, motorboats and off-road recreational vehicles). The revenue increases to these accounts are based on the past four fiscal years. It is assumed that permit sales will remain constant.

Prepared by: Dean Temte, LSO Phone: 777-7881
(Information provided by Rodney Freier, Jr., Dept. of Transportation, 777-4174; Caryn M. Erickson, Department of Parks and Cultural Resources, 777-6538)