



SENATE BILL 217: Distribution of Highway Use Tax and Fees

2015-2016 General Assembly

Committee:	Senate Re-ref to Transportation. If fav, re-ref to Finance	Date:	April 14, 2015
Introduced by:	Sens. Rabon, Meredith	Prepared by:	Giles S. Perry Committee Counsel
Analysis of:	PCS to First Edition S217-CSRWx-6		

SUMMARY: *Senate Bill 217 provides that highway use taxes collected on the short term lease or rental of a motor vehicle be credited to the Highway Fund, appropriates of \$35 million to the North Carolina State Ports Authority, and \$21 million to the Division of Aviation of the Department of Transportation, for the purposes specified.*

CURRENT LAW: Current law provides that the current 8% highway use taxes collected on the short term lease or rental of a motor vehicle be credited to the General Fund.

BILL ANALYSIS: Senate Bill 217:

- Provides that highway use taxes collected on the short term lease or rental of a motor vehicle be credited to the Highway Fund.
- Appropriates \$35 million of these funds are annually appropriated from the Highway Fund to a reserve fund for use by the North Carolina State Ports Authority for prioritized capital improvements to State Port infrastructure and facilities.
- Appropriates \$21 million of these funds are annually appropriated from the Highway Fund to the Division of Aviation of the Department of Transportation for prioritized capital improvements to public airports and time sensitive aviation capital improvement projects for economic development purposes.

EFFECTIVE DATE: July 1, 2015, and applies to taxes collected on or after that date.

O. Walker Reagan
Director



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