OVERVIEW: Section 42.10 of S.L. 2021-180 credits 100% of the proceeds derived from the 5% and 8% alternate highway use tax applied to short-term vehicle rentals to the Highway Fund.

This section became effective July 1, 2021, when the act became law.

CURRENT LAW & BILL ANALYSIS: Under prior law, the first $10 million of the proceeds derived from the 5% and 8% alternate highway use tax applied to short-term vehicle rentals was remitted to the Highway Fund with the remainder going to the General Fund.

Section 42.10 of S.L. 2021-180 modifies this distribution formula by crediting 100% of the proceeds derived from the 5% and 8% alternate highway use tax applied to short-term vehicle rentals to the Highway Fund.

EFFECTIVE DATE: This section became effective July 1, 2021, when the act became law.