

Subject Electric vehicles; surcharges and general fund transfers

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Overview

This bill modifies surcharges and highway funding related to electric vehicles, namely to:

- Increase the existing surcharge, from \$75 to \$150, on all-electric vehicles (i.e., vehicles in the passenger classification that are solely powered by an electric motor);
- Impose new surcharges on other classes of electric vehicles, at:
 - \$75 for plug-in hybrid electric vehicles;
 - \$30 for all-electric motorcycles; and
 - \$15 for plug-in hybrid electric motorcycles;
- Direct various annual transfers from the general fund to the highway user tax distribution fund based on vehicle registration counts; and
- Establish indexing of the various surcharge and general fund transfer amounts based on changes in the tax rate on gasoline.

Summary

Section	Description
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1	All-electric vehicle.
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	Increases the surcharge on all-electric vehicles (i.e., vehicles in the passenger classification that are solely powered by an electric motor) imposed annually as part of motor vehicle registration, raised from \$75 to \$150. Directs an annual transfer from the general fund to the highway user tax distribution fund, in an amount calculated at a little over 52 percent of this surcharge collected in the prior fiscal year. Indexes the surcharge as well as the annual transfer amount to changes in the tax rate on gasoline.
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2	Plug-in hybrid electric vehicle.
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	Creates a \$75 surcharge on plug-in hybrid electric vehicles imposed annually as part of motor vehicle registration. Directs an annual transfer from the general fund to the highway user tax distribution fund, in an amount calculated at a little over 52 percent
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Section	Description
	of this surcharge collected in the prior fiscal year. Indexes the surcharge as well as the annual transfer amount to changes in the tax rate on gasoline.
3	All-electric motorcycle. Creates a \$30 surcharge on all-electric motorcycles imposed annually as part of motor vehicle registration. Directs an annual transfer from the general fund to the highway user tax distribution fund, in an amount calculated at a little over 53 percent of this surcharge collected in the prior fiscal year. Indexes the surcharge as well as the annual transfer amount to changes in the tax rate on gasoline.
4	Plug-in hybrid electric motorcycle. Creates a \$15 surcharge on plug-in hybrid electric motorcycles imposed annually as part of motor vehicle registration. Directs an annual transfer from the general fund to the highway user tax distribution fund, in an amount calculated at a little over 53 percent of this surcharge collected in the prior fiscal year. Indexes the surcharge as well as the annual transfer amount to changes in the tax rate on gasoline.
5	All-electric motorcycle. Defines “all-electric motorcycle” in the chapter of statutes on traffic regulations.
6	Plug-in hybrid electric motorcycle. Defines “plug-in hybrid electric motorcycle” in the chapter of statutes on traffic regulations.
7	Revisor instruction. Directs the revisor of statutes to make a technical change on subdivision renumbering.
8	Effective date. Makes the bill effective August 1, 2025.



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