

Estimated 16-Year Revenue Impacts of Forward Washington New Law Proposal (April 6, 2021)

(Dollars in Millions)

	Revenue Item	New Senator Hobbs Proposal (16 Year)
1	Fuel Taxes - 9.8 cent increase on 7/1/2021.	\$5,202
2	Cap & Invest Revenues Reflects the portion of Cap and Invest revenue dedicated for transportation purposes as specified in 2SSB 5126 from greenhouse gas emission reduction program with a start date of 1/1/2023.	\$5,160
3	Shift Car Sales and Use Tax on EVs/Hybrids (Starting in 2026) - Transfers the 6.5% sales/use tax on electric vehicles and hybrids from GF-S to transportation funds starting 7/1/2025.	\$1,005
4	Statewide Special Transportation Benefit Assessment - Assessment on <u>new construction</u> assessed value increases on 1/1/2023. Residential = \$1.50 per \$1,000 AAV; Manufacturing=\$1 per \$1,000 AAV, Commercial/All Other=\$3 per \$1,000 of AAV. Forestland, agriculture land and timberland are exempt.	\$803
5	Per Trip Fees (Third-Party Food Deliveries & For Hire Vehicles) - New \$50 cent per trip fee on third-party delivery services (e.g. UberEats, DoorDash, GrubHub, etc) on 1/1/2022. - New \$50 cent per trip fee on taxicabs and TNCs (e.g. Uber, Lyft) on 1/1/2022. Preempts any additional local per trip fees, allows already enacted local per trip fees to remain in place, and requires a workgroup to develop a comprehensive regulatory for-hire vehicle framework.	\$711
6	Sales and Use Tax on Construction to Transportation - Assumes state sales/use tax on new construction from Forward WA is transferred from GF-S to transportation funds.	\$563
7	Automobile Parts Sales and Use Tax - 1% increase on 9/1/2021.	\$405
8	Plate Fees (Motorcycle/Car) - Motorcycle plates increased from \$4 to \$6, Other vehicle plates increased from \$10 to \$15 on 9/1/2021.	\$291
9	Watercraft Excise Tax (used for transportation) - 0.5% annual excise tax increased to 1% on 9/1/2021. Applies to watercraft 16 feet or longer, or equipped with a motor with more than 10 horsepower. Commercial fishing and certain youth organizations are exempt.	\$254
10	Enhanced Driver's Licenses and Identicards - \$24 fee increased to \$42 on 9/1/2021 (6-year license).	\$152
11	Freight Project Fees - Additional 5% freight project fee on 9/1/2021.	\$125
12	Standard Driver's License and Identicards - \$54 fee increased to \$60 on 9/1/2021 (6-year license).	\$118
13	Rental Car Tax - 5.9% increased to 6.9% on 9/1/2021.	\$108
14	Driver Abstract Fee - \$13 fee increased to \$14 on 9/1/2021.	\$83
15	Stolen Vehicle Check Fee - \$15 fee increased to \$25 on 9/1/2021.	\$77
16	Impose Weight Fee Increases Scheduled for 2023 in 2022 - \$10 weight fee for passenger/other vehicle and light duty trucks from 2015 Connecting WA moved up from 7/1/2022 to 7/1/2021.	\$70
17	Capital Vessel Surcharge - 50 cent surcharge increased to 75 cents on 9/1/2021.	\$68
18	Trip Permit Fees (3-day for unlicensed drivers or oversized loads) - \$25 fee increased to \$45 on 9/1/2021.	\$62
19	Personal Trailer Fees - \$15 fee increased to \$20 on 9/1/2021.	\$44
20	Title Fees - \$15 fee increased \$16 on 9/1/2021.	\$38

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21	Driver License Photo Only Fee <i>- \$10 fee increased to \$20 on 9/1/2021.</i>	\$34
22	Interest Income <i>- Forward Washington Account and Forward Flexible Account interest earnings.</i>	\$25
23	Motorhome Weight Fee <i>- \$75 fee increased to \$95 on 9/1/2021.</i>	\$24
24	Apply DOL Svcs Fee and License Plate Tech Fee to Trucks <i>- Applies two fees that total 75 cents to trucks on 9/1/2021.</i>	\$22
25	Aircraft Fuel Tax <i>- 11 cents increased to 16 cents on 7/1/2021 to be used for exclusively for aviation purposes.</i>	\$19
26	Vehicle Look Up Fee <i>- \$2 fee increased to \$4 on 9/1/2021.</i>	\$18
27	Driver Record Monitoring Fee <i>- 6 cent fee increased to 8 cents on 9/1/2021.</i>	\$9
28	Bulk Data Fees (Starting in 2026) <i>- 2.5 cent fee increased to 5 cents on 9/1/2021.</i>	\$6
29	Quick Titles <i>- \$50 fee increased to \$55 on 9/1/2021.</i>	\$3
30	Drone Registration Fee <i>- \$15 registration fee for commercial drones on 7/1/2021 as in SHB 1379.</i>	\$3
31	Intermittent-Use Trailer Fees <i>- \$187.50 permanent fee increased to \$200 on 9/1/2021.</i>	\$2
32	Per Mile Funding System Implementation, Starting in 2025 & 2026 <i>- Reflects a policy of establishing a per mile funding system for electric vehicles and certain plug-in hybrids as in SSB 5444. From 2025 - 2029, the per mile rate is 2 cents per mile and then changes to 2.5 cents in 2029. The current \$225 in combined alternative fuel vehicles fees would be eliminated as individuals come into the per mile funding system, which will likely result in a projected net revenue loss during at least the first few years of implementation. The 2025-26 voluntary early adopter program must involve at least 500 state fleet vehicles.</i>	\$0
33	Remove Toll Exemptions for Buses <i>- Reflects the policy of directing the Transportation Commission to remove the exemption from buses having to pay tolls.</i>	\$0
34	Tacoma Narrows Bridge Transfers <i>- A total of \$146 million in transfers from the Forward Washington Account to the Tacoma Narrows Bridge Account are made to prevent future toll rate increases for the Tacoma Narrows Bridge.</i>	(\$146)
New Law Revenue Total		\$15,358