



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2025 Biennium

**Bill information:**

HB0060 - An act providing for an annual fee on electric vehicles registered in the state (Loge, Denley M)

**Status:** As Introduced

- Significant Local Gov Impact     
 Needs to be included in HB 2     
 Technical Concerns  
 Included in the Executive Budget     
 Significant Long-Term Impacts     
 Dedicated Revenue Form Attached

### FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b>Expenditures:</b>				
General Fund	\$3,718	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$570,790	\$742,026	\$964,634	\$1,254,025
<b>Net Impact-General Fund Balance:</b>	<u>(\$3,718)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal impact:** HB 60 provides for an annual registration fee on electric vehicles registered in the state of Montana, provides definitions, and amends 15-70-126, MCA. The county treasurer or authorized agent shall transmit the registration fees to the credit of the Department of Transportation (MDT) in the highway restricted account provided for in 15-70-126, MCA.

### FISCAL ANALYSIS

**Assumptions:****MDT:**

- As of January 1, 2022, there were 2,895 electric vehicles in the state of Montana with 1,893 being electric vehicles and 1,002 being plug-in hybrid electric (PHEV) vehicles.
- It is assumed that 85% are class 1 and 15% are class 2 and the number of class 3 and class 4 is zero currently.
- FY 2024 revenue will be \$570,790 based upon 4,893 total electric and plug-in hybrid electric vehicles. Electric vehicles:  $(3,199 * .85 * \$130) + (3,199 * .15 * \$190) = \$444,661$ . PHEVs:  $(1,693 * .85 * \$70) + (1,693 * .15 * \$100) = \$126,128.50$ .

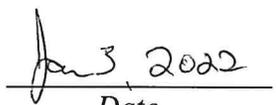
4. The rate of new electric vehicles and PHEVs is assumed to increase by 30% each year.
5. The total revenue projected to be collected in FY 2025 is \$742,026, \$964,634 in FY 2026, and \$1,254,025 in FY 2027.

**Department of Justice:**

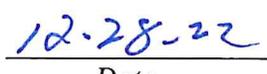
6. The Motor Vehicle Division (MVD) assumes 20 hours of programming modifications to MERLIN at \$39.20 per hour for a total cost of \$784. (20\*\$39.20=\$784)
7. MVD will need 20 hours of testing from a business analyst at \$28.78 per hour for a total cost of \$575.60. (20\*\$28.78= \$575.60)
8. MVD assumes an additional 20 hours of testing would be needed by a Quality Assurance Support Analyst at \$17.90 per hour for a total cost of \$358. (20\*\$17.90=\$358)
9. JITSD assumes an additional \$2,000 in costs for administrative time for testing and release of the needed programming modifications.

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b><u>Fiscal Impact:</u></b>				
<b><u>Expenditures:</u></b>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	\$3,718	\$0	\$0	\$0
<b>TOTAL Expenditures</b>	<u>\$3,718</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$3,718	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
<b>TOTAL Funding of Exp.</b>	<u>\$3,718</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$570,790	\$742,026	\$964,634	\$1,254,025
<b>TOTAL Revenues</b>	<u>\$570,790</u>	<u>\$742,026</u>	<u>\$964,634</u>	<u>\$1,254,025</u>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	(\$3,718)	\$0	\$0	\$0
State Special Revenue (02)	\$570,790	\$742,026	\$964,634	\$1,254,025

  
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 Sponsor's Initials

  
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 Date

  
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 Budget Director's Initials

  
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 Date