THE SENATE TWENTY-SEVENTH LEGISLATURE, 2014 STATE OF HAWAII

S.B. NO. 2324

JAN 1 7 2014

### A BILL FOR AN ACT

RELATING TO ELECTRIC VEHICLES.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. The legislature finds that taxes on gasoline 1 2 and diesel fuels are currently one of the main means of funding 3 the repair and maintenance of state and county roadways in the 4 State. For example, the owner of a vehicle in the city and 5 county of Honolulu that drives 12,500 miles per year at thirty 6 miles per gallon of fuel will pay approximately \$140 in combined 7 state and county fuel taxes. On the other hand, owners of 8 electric vehicles pay substantially less in taxes than owners of 9 conventional gasoline and diesel vehicles because they do not 10 need to purchase liquid fuel for their vehicles.

11 The legislature further finds that as technological advances improve the fuel economy of all motor vehicles, it will 12 13 be necessary to establish a vehicle miles-traveled tax to 14 replace the liquid fuel tax. In the interest of fairness, the legislature believes it is appropriate to create an electric 15 vehicle user fee to offset the difference in taxes as an interim 16 17 measure until a suitable mechanism for collecting a vehicle 18 miles-traveled tax can be implemented.



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1 The purpose of this Act is to establish an annual electric 2 vehicle user fee. SECTION 2. Chapter 249, Hawaii Revised Statutes, is 3 4 amended by adding a new section to be appropriately designated 5 and to read as follows: 6 "§249- Electric vehicle user fee. (a) All electric 7 vehicles in the State shall be subject to a \$60 annual user fee. 8 (b) The electric vehicle user fee shall be paid each year 9 together with all other taxes and fees levied by this chapter on 10 a staggered basis as established by each county pursuant to 11 section 286-51 so that the electric vehicle user fee is due and 12 payable at the same time and shall be collected with state and 13 county fees. 14 (c) The electric vehicle user fee shall be deemed 15 delinquent if not paid with the state registration fee and the 16 county registration fee. The respective counties shall collect this fee and transfer fifty per cent of the moneys collected 17 under this section to the State to be deposited into the state 18 19 highway fund and fifty per cent of the moneys collected under 20 this section into the "highway fund" established in section 21 249-18 to be expended in the county in which the user fees are 22 collected.



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(d) For the purposes of t	this section, "electric vehicle"
has the same meaning as in sect	zion 291-71."
SECTION 3. New statutory	material is underscored.
SECTION 4. This Act shall	take effect on July 1, 2014.
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## S.B. NO. 2324

**Report Title:** Electric Vehicle User Fee; Highway Fund

#### Description:

Establishes an annual electric vehicle user fee, fifty per cent of which shall be deposited in the state highway fund and fifty per cent of which shall be deposited in the county highway fund.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

