

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

House Bill No. 1339 - Exempting City Buses from Motor Fuel Tax and Registration.
(list bill or resolution and number, if available, or subject)

Amendment to: _____
(list bill or resolution and number)

REQUESTED BY: Legislative Council DATE OF RECEIPT Jan. 27, 19 71

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed attach a supplementary sheet. Please type.

There are (23) buses throughout the State that would qualify.

Loss due to Registration	\$ 4,290.00
Loss due to Motor Fuel Tax Refund	<u>10,000.00</u>
Estimated Loss to the Highway Fund	\$14,290.00

Estimated Loss to the Highway Department for the biennium would be 63% of above figure or \$9,002.70.

(See attached note)

Date of preparation: January 29, 1971

Signed 

Typed name J. E. Ström, Controller

Department Highway Department

House Bill 1339

Exempting motor passenger buses city owned or franchised from registration fees and provide a refund of motor fuel tax for said vehicles.

- (1) The Highway Commissioner is in favor of this legislation because it will encourage those transit companies operating within municipal limits to stay in business, and maybe stimulate others to begin such an enterprise.
- (2) Through the operation of urban transit facilities the number of passenger vehicles being used on city streets will be reduced in turn reducing the traffic congestion problem.
- (3) By reducing the traffic congestion problem the need for urban construction such as street widening will be lessened and will save the State Highway Department more money than will be lost by the exemption of registration fees and the refund of fuel tax for these vehicles.