

HOUSE BILL No. 1227

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-6-5.5-7; IC 9-18.1-5-12.

Synopsis: Supplemental fee on electric and hybrid vehicles. Repeals the supplemental fee to register an electric or hybrid vehicle. Makes conforming changes.

Effective: January 1, 2021.

Hamilton

January 7, 2020, read first time and referred to Committee on Roads and Transportation.



Second Regular Session of the 121st General Assembly (2020)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2019 Regular Session of the General Assembly.

HOUSE BILL No. 1227

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 6-6-5.5-7, AS AMENDED BY P.L.185-2018,
2 SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JANUARY 1, 2021]: Sec. 7. (a) The commercial vehicle excise tax for
4 a vehicle to which this chapter applies will be determined by the
5 department on or before October 1 of each year to be effective on
6 January 1 of the following year.

7 (b) The commercial vehicle excise tax factor is determined in
8 accordance with the following formula:

9 STEP ONE: Determine the total amount of base revenue for all
10 taxing units using the base revenue determined for each taxing
11 unit under section 19 of this chapter.

12 STEP TWO: Determine the sum of registration fees paid and
13 collected under IC 9-29-5 (before its expiration) or IC 9-18.1 to
14 register vehicles to which this chapter applies during the state
15 fiscal year that ends June 30 immediately preceding the calendar
16 year for which the tax is first due and payable, excluding
17 ~~(A)~~ the transportation infrastructure improvement fees



- 1 imposed under IC 9-18.1-15 and
 2 ~~(B) the supplemental fees to register electric vehicles and~~
 3 ~~hybrid vehicles imposed under IC 9-18.1-5-12;~~
 4 during the state fiscal year.
 5 STEP THREE: Determine the tax factor by dividing the STEP
 6 ONE result by the STEP TWO result.
 7 (c) Except as otherwise provided in this chapter, the annual
 8 commercial vehicle excise tax for commercial vehicles other than
 9 semitrailers is determined by multiplying the registration fee under
 10 IC 9-29-5 (before its expiration) or IC 9-18.1-5 ~~excluding the~~
 11 ~~supplemental fee to register an electric or hybrid vehicle under~~
 12 ~~IC 9-18.1-5-12;~~ by the tax factor determined in subsection (b).
 13 (d) The annual commercial vehicle excise tax for a semitrailer shall
 14 be determined by multiplying sixteen dollars and seventy-five cents
 15 (\$16.75) by the tax factor determined in subsection (b).
 16 (e) The amount of the commercial vehicle excise tax determined
 17 under this section shall be rounded upward to the next full dollar
 18 amount.
 19 SECTION 2. IC 9-18.1-5-12 IS REPEALED [EFFECTIVE
 20 JANUARY 1, 2021]. Sec. 12: (a) ~~The supplemental fee in this section~~
 21 ~~applies after December 31, 2017, to each electric vehicle and hybrid~~
 22 ~~vehicle that is required to be registered under IC 9-18.1-~~
 23 ~~(b) As used in this section, "electric vehicle" means a vehicle that:~~
 24 ~~(1) is propelled by an electric motor powered by a battery or other~~
 25 ~~electrical device incorporated into the vehicle; and~~
 26 ~~(2) is not propelled by an engine powered by the combustion of~~
 27 ~~a hydrocarbon fuel, including gasoline, diesel, propane, or liquid~~
 28 ~~natural gas.~~
 29 ~~(c) As used in this section, "hybrid vehicle" means a vehicle that:~~
 30 ~~(1) draws propulsion energy from both an internal combustion~~
 31 ~~engine and an energy storage device; and~~
 32 ~~(2) employs a regenerative braking system to recover waste~~
 33 ~~energy to charge the energy storage device that is providing~~
 34 ~~propulsion energy.~~
 35 ~~(d) In addition to any other fee required to register an electric~~
 36 ~~vehicle under this chapter, the supplemental fee to register an electric~~
 37 ~~vehicle is one hundred fifty dollars (\$150) through December 31, 2022.~~
 38 ~~Before October 1, 2022, and before each October 1 of every fifth year~~
 39 ~~thereafter, the bureau shall determine a new fee amount to take effect~~
 40 ~~as of January 1 of the following year by determining the product of:~~
 41 ~~(1) the fee in effect for the determination year; multiplied by~~
 42 ~~(2) the factor determined under IC 6-6-1.6-2.~~



- 1 The fee shall be rounded to the nearest dollar.
- 2 (e) In addition to any other fee required to register a hybrid vehicle
3 under this chapter, the supplemental fee to register a hybrid vehicle is
4 fifty dollars (\$50) through December 31, 2022. Before October 1, 2022,
5 and before each October 1 of every fifth year thereafter, the bureau
6 shall determine a new fee amount to take effect as of January 1 of the
7 following year by determining the product of:
8 (1) the fee in effect for the determination year; multiplied by
9 (2) the factor determined under IC 6-6-1.6-2.
- 10 The fee shall be rounded to the nearest dollar.
- 11 (f) The fee shall be deposited in the local road and bridge matching
12 grant fund established by IC 8-23-30-2.

