## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1392 Session of 2019

INTRODUCED BY CARROLL, NEILSON, READSHAW, SCHLOSSBERG, IRVIN, MULLINS, MILLARD, HILL-EVANS, DONATUCCI, KORTZ, MARKOSEK AND McCLINTON, MAY 2, 2019

REFERRED TO COMMITTEE ON TRANSPORTATION, MAY 2, 2019

## AN ACT

- Amending Title 75 (Vehicles) of the Pennsylvania Consolidated
  Statutes, in liquid fuels and fuels tax, further providing
  for definitions and providing for electric vehicle road fee;
  and making editorial changes.

  The General Assembly of the Commonwealth of Pennsylvania
  hereby enacts as follows:

  Section 1. Chapter 90 of Title 75 of the Pennsylvania
- 8 Consolidated Statutes is amended by adding a subchapter heading
- 9 to read:
- 10 <u>SUBCHAPTER A</u>
- 11 PRELIMINARY PROVISIONS
- 12 Section 2. The definition of "alternative fuels" in section
- 13 9002 of Title 75 is amended and the section is amended by adding
- 14 definitions to read:
- 15 § 9002. Definitions.
- 16 The following words and phrases when used in this chapter
- 17 shall have the meanings given to them in this section unless the
- 18 context clearly indicates otherwise:

- 1 "Alternative fuels." Natural gas, compressed natural gas
- 2 (CNG), liquified natural gas (LNG), liquid propane gas and
- 3 liquified petroleum gas (LPG), alcohols, gasoline-alcohol
- 4 mixtures containing at least 85% alcohol by volume, hydrogen,
- 5 hythane[, electricity] and any other fuel used to propel motor
- 6 vehicles on the public highways which is not taxable as fuels or
- 7 liquid fuels under this chapter. The term does not include
- 8 <u>electricity</u>.
- 9 \* \* \*
- 10 "Electric vehicle." A motor vehicle that is powered partly
- 11 or solely by a battery that can be recharged wirelessly or
- 12 plugged into an external source of electricity, which motor
- 13 <u>vehicle meets the applicable Federal and State safety standards</u>
- 14 for on-road vehicles.
- 15 "Electric vehicle road fee." The annual fee imposed under
- 16 Subchapter C (relating to electric vehicle road fee) in place of
- 17 a liquid fuels tax or alternative fuels tax assessed upon
- 18 electricity used in highway vehicles.
- "Exempt entity." A person exempt under section 9035
- 20 (relating to exempt entities) from reporting and paying the
- 21 liquid fuels tax or alternative fuels tax imposed by this
- 22 <u>chapter.</u>
- 23 \* \* \*
- 24 Section 3. Chapter 90 of Title 75 is amended by adding
- 25 subchapters to read:
- 26 <u>SUBCHAPTER B</u>
- 27 (Reserved)
- 28 <u>SUBCHAPTER C</u>
- 29 ELECTRIC VEHICLE ROAD FEE
- 30 <u>Sec.</u>

- 1 9031. Short title of subchapter.
- 2 9032. Road fee imposed on electric vehicles.
- 3 9033. Electricity used in electric vehicles.
- 4 9034. Fees for highway maintenance and construction.
- 5 9035. Exempt entities.
- 6 9036. Refunds.
- 7 9037. Regulations.
- 8 § 9031. Short title of subchapter.
- 9 This subchapter shall be known and may be cited as the
- 10 Electric Vehicle Road Fee Act.
- 11 § 9032. Road fee imposed on electric vehicles.
- 12 <u>(a) Fee required for registration.--Concurrent with</u>
- 13 <u>submitting an annual or biennial vehicle registration</u>
- 14 application and fee to the department under section 1301
- 15 <u>(relating to registration and certificate of title required), an</u>
- 16 owner of an electric vehicle shall submit the electric vehicle
- 17 road fee. The following shall apply:
- 18 (1) Registration may not be considered complete without
- 19 payment in full of the electric vehicle road fee.
- 20 (2) The electric vehicle road fee shall be paid by each
- 21 new owner registering an electric vehicle in this
- 22 Commonwealth.
- 23 (b) Computation of electric vehicle road fee. --
- 24 (1) The electric vehicle road fee for noncommercial
- 25 <u>electric vehicles shall be \$150 per year.</u>
- 26 (2) The electric vehicle road fee for commercial
- 27 <u>electric vehicles shall be \$250 per year.</u>
- 28 § 9033. Electricity used in electric vehicles.
- 29 Electricity used in an electric vehicle that propels a
- 30 vehicle on public highways is not considered a liquid fuel or

- 1 alternative fuel as defined under this chapter.
- 2 § 9034. Fees for highway maintenance and construction.
- Fees collected under this subchapter shall be deposited in
- 4 the Motor License Fund in accordance with the allocations under
- 5 <u>section 9511 (relating to allocation of proceeds). For purposes</u>
- 6 of aligning the electric vehicle road fee with the allocations
- 7 of proceeds, the electric vehicle road fee must be allocated in
- 8 accordance with the oil company franchise tax for highway
- 9 <u>maintenance and construction under section 9502 (relating to</u>
- 10 <u>imposition of tax).</u>
- 11 § 9035. Exempt entities.
- 12 (a) Exemption. -- An electric vehicle registered to an exempt
- 13 entity under section 9004(e) (relating to imposition of tax,
- 14 <u>exemptions and deductions</u>) is exempt from paying the electric
- 15 vehicle road fee.
- 16 (b) Requirements. -- The following apply:
- 17 (1) If an electric vehicle registered to an exempt
- 18 entity is used for a nonexempt purpose during the
- 19 registration year, the exempt entity shall pay an
- 20 administrative penalty of \$500 to the department. The vehicle
- 21 <u>owner is not eligible for a refund of a registration fee that</u>
- 22 may have been paid for the vehicle.
- 23 (2) An exempt entity applying for a refund under section
- 24 9007 (relating to determination and redetermination of tax,
- 25 penalties and interest due) shall maintain records of vehicle
- 26 usage, certifying that an individual trip made by the vehicle
- 27 <u>was for a qualified exempt use. Individual trip logs,</u>
- odometer readings and driver signatures shall be among the
- 29 records required to substantiate exempt use.
- 30 (3) The department may inspect the substantiating

- 1 records for an exempt entity at any time.
- 2 (4) The exempt entity shall cooperate with an agent of
- 3 the department in an inspection.
- 4 (5) An exempt entity that refuses to permit the
- 5 <u>department or an agent appointed by the department in writing</u>
- 6 to examine the books, records, papers or other equipment
- 7 <u>associated with the operation of an electric vehicle commits</u>
- 8 <u>a summary offense and shall pay a fine of \$500 for each</u>
- 9 electric vehicle owned or operated by the exempt entity.
- 10 § 9036. Refunds.
- 11 <u>A person may be entitled to a refund of the electric vehicle</u>
- 12 road fee paid for a vehicle that would otherwise have been
- 13 <u>exempt under section 9006 (relating to distributor's report and</u>
- 14 payment of tax). A person entitled to a refund of the electric
- 15 <u>vehicle road fee shall apply for an annual refund in a manner</u>
- 16 <u>similar to the refund process used for liquid fuels and</u>
- 17 alternative fuels under section 9017 (relating to refunds).
- 18 § 9037. Regulations.
- 19 The department, in coordination with the Department of
- 20 Transportation, may promulgate regulations to implement the
- 21 addition of this subchapter.
- 22 Section 4. This act shall take effect in 60 days.