

FISCAL NOTE

May 17, 2017

Bill No:	SB 444	Printer's No:	826	Sponsor:	White (R)
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COST / (SAVINGS)

Fund (s)	2016-17	2017-18
Highway Transfer Restoration Restricted Account	\$0	See "FISCAL IMPACT"

SUMMARY: This bill would amend Title 75 (Vehicles) increasing the annual maintenance payment based on inflation.

ANALYSIS: Senate Bill 444 would increase the annual maintenance payments provided to municipalities to pay for the costs of restoration from \$4,000 to \$4,600 per mile. This amount would be increased each year for inflation based on the Consumer Price Index (CPI) for All Urban Consumers for the Pennsylvania, New Jersey, Delaware and Maryland area as determined by the United States Department of Labor.

This act would be effective 60 days upon passage.

FISCAL IMPACT: Beginning Fiscal Year (FY) 2021-22, DOT's Highway Transfer Restoration Restricted Account within the Motor License Fund would experience revenue losses. Assuming the same revenue levels and the increased maintenance payments as established under this act, the current revenue receipts would not be sufficient to cover the increased expenditure needs of the restricted account.

Highway Transfer Restoration Restricted Account (Dollar Amounts in Thousands)					
Revenues	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22
Fund Balance	\$22,284	\$17,366	\$11,621	\$5,123	(2,155)
Net Revenue	\$28,001	\$27,950	\$28,000	\$28,050	\$28,100
Total Revenues	\$50,285	\$45,316	\$39,621	\$33,173	\$25,945
Expenditures					
Annual Maintenance Payments	\$21,919	\$22,695	\$23,498	\$24,328	\$25,187
Restoration Projects	\$11,000	\$11,000	\$11,000	\$11,000	\$11,000
Total Expenditures	\$32,919	\$33,695	\$34,498	\$35,328	\$36,187
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Ending Fund Balance	\$17,366	\$11,621	\$5,123	(\$2,155)	(10,242)