## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 656

Session of 2023

INTRODUCED BY ROTHMAN AND DUSH, MAY 1, 2023

REFERRED TO TRANSPORTATION, MAY 1, 2023

19

## AN ACT

Amending Title 75 (Vehicles) of the Pennsylvania Consolidated Statutes, in liquid fuels and fuels tax, further providing 2 for definitions and providing for electric vehicle road use fee; and making editorial changes. 4 5 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 7 Section 1. Chapter 90 of Title 75 of the Pennsylvania Consolidated Statutes is amended by adding a subchapter heading to read: 10 SUBCHAPTER A 11 PRELIMINARY PROVISIONS 12 Section 2. Section 9002 of Title 75 is amended by adding 13 definitions to read: § 9002. Definitions. 14 15 The following words and phrases when used in this chapter 16 shall have the meanings given to them in this section unless the 17 context clearly indicates otherwise: 18 \* \* \*

"Electric vehicle." The term includes an electric vehicle

- 1 and hybrid electric vehicle. The term does not include a
- 2 <u>qualified motor vehicle as defined under section 2101.1</u>
- 3 (relating to definitions) or neighborhood electric vehicle as
- 4 <u>defined under section 102 (relating to definitions).</u>
- 5 <u>"Electric vehicle road use fee." The annual fee imposed</u>
- 6 <u>under Subchapter C (relating to electric vehicle road use fee)</u>
- 7 in place of a tax on alternative fuels assessed upon electricity
- 8 used in an electric vehicle.
- 9 "Exempt entity." A person exempt under section 9004(e)
- 10 (relating to imposition of tax, exemptions and deductions) from
- 11 reporting and paying a tax on liquid fuels, fuels or alternative
- 12 fuels imposed by this chapter.
- 13 \* \* \*
- 14 Section 3. Chapter 90 of Title 75 is amended by adding
- 15 subchapters to read:
- 16 <u>SUBCHAPTER B</u>
- 17 (Reserved)
- 18 <u>SUBCHAPTER C</u>
- 19 ELECTRIC VEHICLE ROAD USE FEE
- 20 Sec.
- 21 9031. Scope of subchapter.
- 22 <u>9032</u>. Road use fee imposed on electric vehicles.
- 23 9033. Electricity used in electric vehicles.
- 24 9034. Fees for highway maintenance and construction.
- 25 9035. Exempt entities.
- 26 <u>9036</u>. Refunds.
- 27 <u>9037</u>. Regulations.
- 28 § 9031. Scope of subchapter.
- 29 This subchapter relates to the electric vehicle road use fee.
- 30 § 9032. Road use fee imposed on electric vehicles.

- 1 (a) Fee required for registration. --
- 2 (1) Concurrent with submitting an annual or biennial
- 3 vehicle registration application and fee to the Department of
- 4 <u>Transportation under section 1301 (relating to registration</u>
- 5 <u>and certificate of title required), an owner of an electric</u>
- 6 vehicle shall submit the electric vehicle road use fee.
- 7 (2) Registration may not be considered complete without
- 8 payment in full of the electric vehicle road use fee.
- 9 (3) The electric vehicle road use fee shall be paid upon
- 10 <u>initial registration and upon renewal for each electric</u>
- 11 <u>vehicle registered in this Commonwealth.</u>
- 12 (b) Computation of electric vehicle road use fee.--
- 13 (1) The electric vehicle road use fee for a hybrid
- 14 <u>electric vehicle with a gross vehicle weight rating of not</u>
- more than 26,000 pounds, but not a motorcycle, shall be \$75
- per year.
- 17 (2) The electric vehicle road use fee for an electric
- 18 vehicle with a gross vehicle weight rating of not more than
- 19 26,000 pounds, but not a motorcycle, shall be \$380 per year.
- 20 For purposes of this paragraph, an electric vehicle shall not
- 21 include a hybrid electric vehicle.
- 22 (3) The electric vehicle road use fee for an electric
- 23 <u>vehicle with a gross vehicle weight rating of 26,001 pounds</u>
- or more shall be \$450 per year.
- 25 § 9033. Electricity used in electric vehicles.
- 26 Electricity used in an electric vehicle that propels a
- 27 <u>vehicle on public highways is not considered a liquid fuel, fuel</u>
- 28 or alternative fuel as defined under this chapter.
- 29 § 9034. Fees for highway maintenance and construction.
- Fees collected under this subchapter shall be deposited into

- 1 the Motor License Fund in accordance with the allocations under
- 2 <u>section 9511 (relating to allocation of proceeds). For purposes</u>
- 3 of aligning the electric vehicle road use fee with the
- 4 <u>allocations of proceeds</u>, the electric vehicle road use fee must
- 5 be allocated in accordance with the oil company franchise tax
- 6 for highway maintenance and construction under section 9502
- 7 <u>(relating to imposition of tax).</u>
- 8 § 9035. Exempt entities.
- 9 <u>(a) Exemption.--An electric vehicle registered to an exempt</u>
- 10 entity under section 9004(e) (relating to imposition of tax,
- 11 <u>exemptions and deductions</u>) is exempt from paying the electric
- 12 vehicle road use fee.
- 13 <u>(b) Requirements.--</u>
- 14 (1) If an electric vehicle registered to an exempt
- 15 <u>entity is used for a nonexempt purpose during the</u>
- 16 registration year, the exempt entity shall pay an
- administrative penalty of \$500 to the department. An exempt
- 18 entity that improperly uses a vehicle for nonexempt purposes
- 19 is not eligible to claim a refund for the vehicle under the
- 20 provisions of section 9036 (relating to refunds).
- 21 (2) An exempt entity applying for a refund under section
- 22 9036 shall maintain records of vehicle usage, certifying that
- an individual trip made by the vehicle was for a qualified
- 24 exempt use. Individual trip logs, odometer readings and
- 25 driver signatures shall be among the records required to
- substantiate exempt use.
- 27 (3) The department may inspect the substantiating
- 28 records for an exempt entity at any time.
- 29 <u>(4) The exempt entity shall cooperate with an agent of</u>
- 30 the department in an inspection under paragraph (3).

- 1 (5) An exempt entity that refuses to permit the
- 2 <u>department or an agent appointed by the department in writing</u>
- 3 <u>to examine the books, records, papers or other equipment</u>
- 4 <u>associated with the operation of an electric vehicle as</u>
- 5 permitted under paragraph (3) commits a summary offense and
- 6 shall pay a fine of \$500 for each electric vehicle owned or
- 7 <u>operated by the exempt entity.</u>
- 8 <u>§ 9036. Refunds.</u>
- 9 <u>A person may be entitled to a refund of the electric vehicle</u>
- 10 road use fee paid for a vehicle that would otherwise have been
- 11 exempt under section 9004 (relating to imposition of tax,
- 12 exemptions and deductions). A person entitled to a refund of the
- 13 electric vehicle road use fee shall apply for an annual refund
- 14 <u>in a manner similar to the refund process used for liquid fuels,</u>
- 15 fuels and alternative fuels under section 9017 (relating to
- 16 refunds).
- 17 § 9037. Regulations.
- 18 The department, in coordination with the Department of
- 19 Transportation, may promulgate regulations to implement this
- 20 subchapter.
- 21 Section 4. This act shall take effect in 180 days.