

**Subject** Electric vehicle surcharges

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### Overview

This bill modifies surcharges on electric vehicles, including to increase the amount on fully electric vehicles, impose a surcharge on plug-in hybrid vehicles, and index the surcharges to changes in the motor fuels tax. It allocates the revenue to an account for greenhouse gas emissions assessment and mitigation.

## Summary

Section	Description
1	<b>Transportation impact assessment and mitigation account.</b> Makes a conforming change.
2	<b>Account transfers.</b> Requires a transfer of funds from the transportation impact assessment and mitigation account if the unencumbered account balance has gone above half of the amount of funds deposited in the account in a fiscal year. Up to 90 percent of the available balance must be transferred to the Highway User Tax Distribution Fund.
3	<b>All-electric vehicle.</b> Increases the surcharge, from \$75 to \$100, on electric vehicles (imposed as part of annual motor vehicle registration) and establishes indexing based on adjustments to the motor fuels tax. The indexing begins in 2028 and is revised every three years. Redirects the revenue from the Highway User Tax Distribution Fund to the transportation impact assessment and mitigation account. Effective for registrations on or after August 1, 2025.
4	<b>Plug-in hybrid electric vehicle.</b> Imposes a \$25 surcharge on plug-in hybrid electric vehicles (imposed as part of annual motor vehicle registration) and establishes indexing based on adjustments to the motor fuels tax. The indexing begins in 2028 and is revised every three years. Directs the revenue to the transportation impact assessment and mitigation account. Effective for registrations on or after August 1, 2025.



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