## REVENUE ESTIMATING CONFERENCE

TAX: fuel tax
IsSUE: adjust the ninth-cent and local option fuel tax on motor fuel by the percentage change in the average of the CPI
Bill Number(s): SB 510
Sponsor(s): Senator Bennett
Month/Year Collection Impact Begins: January 1, 2008
DATE OF ANALYSIS: 1/17/2007

## SECTION 1: NARRATIVE

a. Current Law: s. 206.41(1), currently the rates of the ninth-cent and local option fuel tax on motor fuel are not adjusted annually by the percentage change in the consumer price index
b. Proposed Change: Beginning $1 / 1 / 2008$, and on January 1 of each year thereafter, a county may, by ordinance, provide that the above tax be adjusted by the percentage change in the average of the consumer price index for the most recent 12-month period ending September 30, compared to the average for the base year, which is the 12-month period ending September 30, 2006, and rounded to the nearest tenth of a cent.

## SECTION 2: DESCRIPTION OF DATA AND Sources <br> 11/2006 Transportation REC Florida DOR 2006 certified 2006 motor fuel gallons by county 2007 tax rates by county

## SECTION 3: METHODOLOGY (INCLUDE ASSUMPTIONS AND ATTACH DETAILS)

## Section 4: Proposed Fiscal Impact

FY 2008 cash $(\$ 13.18 \mathrm{~m} / 12 * 4)=\$ 4.39 \mathrm{~m}$

| State Impact—All Funds | FY 2007-08 Annualized | FY 2007-08 <br> Cash | FY 2008-09 <br> Cash |
| :--- | :---: | :---: | :---: |
| High |  |  |  |
| Ninth-cent + local option | $\$ 101.6 \mathrm{~m}$ | $\$ 4.39 \mathrm{~m}$ | $\$ 22.0 \mathrm{~m}$ |
| Cumulative |  |  | $\$ 26.39 \mathrm{~m}$ |


| State Impact—All Funds | FY 2009-10 <br> Cash | FY 2010-11 <br> Cash |
| :--- | :---: | :---: |
| High |  |  |
| Ninth-cent + local option | $\$ 22.2 \mathrm{~m}$ | $\$ 15.7 \mathrm{~m}$ |
| Cumulative | $\$ 48.59 \mathrm{~m}$ | $\$ 64.29 \mathrm{~m}$ |

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SECTION 5: Consensus Estimate (Adopted 2 / 9/07) The conference adopted an indeterminate estimate due to the need for local ordinances. If all jurisdictions passed the ordinances, the statewide impact would be $\$ 4.4 \mathrm{~m}$ in 2007-08, $\$ 26.4 \mathrm{~m}$ in 200809, $\$ 48.6 \mathrm{~m}$ in 2009-10, and $\$ 64.3 \mathrm{~m}$ in 2010-11, with the recurring statewide impact being $\$ 101.6 \mathrm{~m}$.

|  | FY 2007-08 Annualized | FY 2007-08 <br> Cash | FY 2008-09 <br> Cash |
| :--- | :---: | :---: | :---: |
| General Revenue |  |  |  |
| Total State Impact |  |  |  |
|  |  |  |  |
| Total Local Impact | Indeterminate | Indeterminate | Indeterminate |
| Total Impact | Indeterminate | Indeterminate | Indeterminate |


|  | FY 2009-10 <br> Cash | FY 2010-11 <br> Cash |
| :--- | :---: | :---: |
| General Revenue |  |  |
| Total State Impact |  |  |
|  |  |  |
| Total Local Impact | Indeterminate | Indeterminate |
| Total Impact | Indeterminate | Indeterminate |


|  | A | C | D | E | F | G | P | Q | R | S | T | U |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | Highway Fuel Tax Rates: State and Local Option for CY 2007 (Cents per Gallon) |  |  |  |  |  |  |  |  |  |  |  |
| 2 |  |  |  |  |  |  |  |  |  |  |  |  |
| 3 |  |  |  |  |  |  |  |  |  |  |  |  |
| 4 |  |  |  |  |  |  |  |  |  |  |  |  |
| 5 |  | FY 2005-06 |  | Local | 2nd loc |  | TOTAL | cum | cum | cum | cum | cum |
| 6 |  | Motor Fuel | Ninth | Option | option | SCETS | total | FY 2008 | FY 2009 | FY 2010 | FY 2011 | FY 2012 |
| 7 | County | gallons | Cent | Gas Tax | Gas Tax | Tax | cents | Impact | Impact | Impact | Impact | Impact |
| 8 | Alachua | 119,306,673 | 1 | 6 |  | 6.2 | 7 | \$123,706 | \$380,528 | \$648,837 | \$797,609 | \$1,090,474 |
| 9 | Baker | 15,234,710 | 1 | 6 |  | 6.2 | 7 | \$15,796 | \$48,591 | \$82,852 | \$101,850 | \$139,247 |
| 10 | Bay | 86,566,672 | 1 | 6 |  | 6.2 | 7 | \$89,758 | \$276,104 | \$470,784 | \$578,730 | \$791,227 |
| 11 | Bradford | 15,495,058 |  | 6 |  | 6.2 | 6 | \$16,066 | \$49,421 | \$67,415 | \$86,325 | \$123,923 |
| 12 | Brevard | 251,312,392 |  | 6 |  | 6.2 | 6 | \$260,579 | \$801,560 | \$1,093,389 | \$1,400,096 | \$2,009,890 |
| 13 | Broward | 818,400,187 | 1 | 6 | 5 | 6.2 | 12 | \$1,697,151 | \$4,350,474 | \$7,121,254 | \$9,118,843 | \$13,090,438 |
| 14 | Calhoun | 4,312,577 |  | 6 |  | 6.2 | 6 | \$4,472 | \$13,755 | \$18,763 | \$24,026 | \$34,490 |
| 15 | Charlotte | 83,005,196 | 1 | 6 | 5 | 6.2 | 12 | \$172,131 | \$441,241 | \$722,264 | \$924,867 | \$1,327,681 |
| 16 | Citrus | 56,595,860 | 1 | 6 | 5 | 6.2 | 12 | \$117,365 | \$300,854 | \$492,465 | \$630,607 | \$905,260 |
| 17 | Clay | 77,110,125 | 1 | 6 |  | 6.2 | 7 | \$79,953 | \$245,942 | \$419,355 | \$515,509 | \$704,793 |
| 18 | Collier | 144,936,267 | 1 | 6 | 5 | 6.2 | 12 | \$300,560 | \$770,456 | \$1,261,153 | \$1,614,920 | \$2,318,278 |
| 19 | Columbia | 45,014,243 | 1 | 6 | 0 | 6.2 | 7 | \$46,674 | \$143,573 | \$244,805 | \$300,937 | \$411,434 |
| 20 | Dade | 1,020,652,912 | 1 | 6 | 3 | 6.2 | 10 | \$2,116,571 | \$4,340,491 | \$7,771,000 | \$10,235,159 | \$12,827,180 |
| 21 | DeSoto | 12,182,253 | 1 | 6 | 5 | 6.2 | 12 | \$25,263 | \$64,759 | \$106,003 | \$135,738 | \$194,857 |
| 22 | Dixie | 6,030,792 |  | 6 |  | 6.2 | 6 | \$6,253 | \$19,235 | \$26,238 | \$33,598 | \$48,232 |
| 23 | Duval | 447,024,773 |  | 6 |  | 6.2 | 6 | \$463,507 | \$1,425,784 | \$1,944,878 | \$2,490,437 | \$3,575,115 |
| 24 | Escambia | 136,207,945 | 1 | 6 |  | 6.2 | 7 | \$141,230 | \$434,435 | \$740,753 | \$910,600 | \$1,244,953 |
| 25 | Flagler | 38,025,189 | 1 | 6 |  | 6.2 | 7 | \$39,427 | \$121,281 | \$206,796 | \$254,212 | \$347,554 |
| 26 | Franklin | 9,055,022 |  | 5 |  | 5.2 | 5 | \$9,389 | \$19,254 | \$29,547 | \$40,357 | \$62,073 |
| 27 | Gadsden | 28,640,879 |  | 6 |  | 6.2 | 6 | \$29,697 | \$91,350 | \$124,608 | \$159,562 | \$229,058 |
| 28 | Gilchrist | 6,430,556 | 1 | 6 |  | 6.2 | 7 | \$6,668 | \$20,510 | \$34,972 | \$42,991 | \$58,776 |
| 29 | Glades | 3,525,816 | 1 | 6 |  | 6.2 | 7 | \$3,656 | \$11,246 | \$19,175 | \$23,571 | \$32,226 |
| 30 | Gulf | 5,460,784 |  | 6 |  | 6.2 | 6 | \$5,662 | \$17,417 | \$23,758 | \$30,423 | \$43,673 |
| 31 | Hamilton | 10,963,958 |  | 6 |  | 6.2 | 6 | \$11,368 | \$34,970 | \$47,701 | \$61,082 | \$87,685 |
| 32 | Hardee | 14,812,242 | 1 | 6 | 5 | 6.2 | 12 | \$30,717 | \$78,739 | \$128,888 | \$165,042 | \$236,924 |
| 33 | Hendry | 19,289,671 | 1 | 6 | 2 | 6.2 | 9 | \$20,001 | \$82,032 | \$125,886 | \$171,945 | \$220,387 |
| 34 | Hernando | 71,925,971 | 1 | 6 | 2 | 6.2 | 9 | \$74,578 | \$305,877 | \$469,394 | \$641,135 | \$821,762 |
| 35 | Highlands | 38,489,142 | 1 | 6 | 5 | 6.2 | 12 | \$79,817 | \$204,602 | \$334,911 | \$428,857 | \$615,640 |
| 36 | Hillsborough | 573,752,900 | 1 | 6 |  | 6.2 | 7 | \$594,908 | \$1,829,983 | \$3,120,295 | \$3,835,749 | \$5,244,152 |
| 37 | Holmes | 8,520,241 | 1 | 6 |  | 6.2 | 7 | \$8,834 | \$27,175 | \$46,336 | \$56,961 | \$77,876 |
| 38 | Indian River | 67,917,232 |  | 6 |  | 6.2 | 6 | \$70,421 | \$216,622 | \$295,489 | \$378,376 | \$543,173 |
| 39 | Jackson | 35,314,767 | 1 | 6 |  | 6.2 | 7 | \$36,617 | \$112,636 | \$192,056 | \$236,092 | \$322,780 |
| 40 | Jefferson | 9,317,984 | 1 | 6 |  | 6.2 | 7 | \$9,662 | \$29,720 | \$50,675 | \$62,294 | \$85,167 |
| 41 | Lafayette | 2,824,458 |  | 6 |  | 6.2 | 6 | \$2,929 | \$9,009 | \$12,288 | \$15,735 | \$22,589 |
| 42 | Lake | 127,415,970 | 1 | 6 |  | 6.2 | 7 | \$132,114 | \$406,393 | \$692,938 | \$851,823 | \$1,164,593 |
| 43 | Lee | 299,544,192 | 1 | 6 | 5 | 6.2 | 12 | \$621,177 | \$1,592,325 | \$2,606,464 | \$3,337,605 | \$4,791,256 |
| 44 | Leon | 121,677,567 | 1 | 6 |  | 6.2 | 7 | \$126,164 | \$388,090 | \$661,731 | \$813,459 | \$1,112,144 |
| 45 | Levy | 17,874,279 |  | 6 |  | 6.2 | 6 | \$18,533 | \$57,010 | \$77,766 | \$99,580 | \$142,951 |
| 46 | Liberty | 3,158,901 | 1 | 6 |  | 6.2 | 7 | \$3,275 | \$10,075 | \$17,179 | \$21,118 | \$28,873 |
| 47 | Madison | 10,376,547 |  | 6 |  | 6.2 | 6 | \$10,759 | \$33,096 | \$45,145 | \$57,809 | \$82,987 |
| 48 | Manatee | 142,704,981 | 1 | 6 | 5 | 6.2 | 12 | \$295,933 | \$758,595 | \$1,241,738 | \$1,590,059 | \$2,282,588 |
| 49 | Marion | 181,831,555 | 1 | 6 |  | 6.2 | 7 | \$188,536 | \$579,951 | \$988,872 | \$1,215,611 | \$1,661,957 |
| 50 | Martin | 80,927,970 | 1 | 6 | 5 | 6.2 | 12 | \$167,824 | \$430,199 | \$704,189 | \$901,722 | \$1,294,455 |
| 51 | Monroe | 57,526,321 |  | 6 |  | 6.2 | 6 | \$59,647 | \$183,480 | \$250,281 | \$320,487 | \$460,071 |
| 52 | Nassau | 29,308,896 | 1 | 6 | 5 | 6.2 | 12 | \$60,779 | \$155,801 | \$255,029 | \$326,568 | \$468,800 |


|  | A | C | D | E | F | G | P | Q | R | S | T | U |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 53 | Okaloosa | 104,375,313 | 1 | 6 |  | 6.2 | 7 | \$108,224 | \$332,905 | \$567,634 | \$697,787 | \$954,000 |
| 54 | Okeechobee | 30,852,894 | 1 | 6 |  | 6.2 | 7 | \$31,990 | \$98,405 | \$167,790 | \$206,263 | \$281,998 |
| 55 | Orange | 579,806,951 |  | 6 |  | 6.2 | 6 | \$601,185 | \$1,849,292 | \$2,522,576 | \$3,230,185 | \$4,637,051 |
| 56 | Osceola | 167,844,701 | 1 | 6 |  | 6.2 | 7 | \$174,033 | \$535,340 | \$912,806 | \$1,122,103 | \$1,534,115 |
| 57 | Palm Beach | 552,524,506 | 1 | 6 | 5 | 6.2 | 12 | \$1,145,793 | \$2,937,125 | \$4,807,755 | \$6,156,382 | \$8,837,715 |
| 58 | Pasco | 191,359,787 | 1 | 6 |  | 6.2 | 7 | \$198,415 | \$610,341 | \$1,040,690 | \$1,279,310 | \$1,749,045 |
| 59 | Pinellas | 385,178,698 | 1 | 6 |  | 6.2 | 7 | \$399,381 | \$1,228,526 | \$2,094,754 | \$2,575,061 | \$3,520,567 |
| 60 | Polk | 239,657,780 | 1 | 6 | 5 | 6.2 | 12 | \$496,988 | \$1,273,979 | \$2,085,366 | \$2,670,334 | \$3,833,363 |
| 61 | Putnam | 32,859,118 |  | 6 |  | 6.2 | 6 | \$34,071 | \$104,804 | \$142,961 | \$183,063 | \$262,793 |
| 62 | St. Johns | 95,219,294 |  | 6 |  | 6.2 | 6 | \$98,730 | \$303,702 | \$414,272 | \$530,480 | \$761,524 |
| 63 | St. Lucie | 124,609,859 | 1 | 6 | 5 | 6.2 | 12 | \$258,409 | \$662,404 | \$1,084,284 | \$1,388,438 | \$1,993,154 |
| 64 | Santa Rosa | 64,755,989 |  | 6 |  | 6.2 | 6 | \$67,144 | \$206,539 | \$281,735 | \$360,765 | \$517,891 |
| 65 | Sarasota | 165,928,827 | 1 | 6 | 5 | 6.2 | 12 | \$344,094 | \$882,049 | \$1,443,819 | \$1,848,825 | \$2,654,057 |
| 66 | Seminole | 202,705,682 | 1 | 6 |  | 6.2 | 7 | \$210,180 | \$646,529 | \$1,102,394 | \$1,355,162 | \$1,852,748 |
| 67 | Sumter | 44,743,182 | 1 | 6 |  | 6.2 | 7 | \$46,393 | \$142,708 | \$243,331 | \$299,125 | \$408,957 |
| 68 | Suwannee | 23,612,618 | 1 | 6 | 5 | 6.2 | 12 | \$48,966 | \$125,521 | \$205,464 | \$263,098 | \$377,687 |
| 69 | Taylor | 12,198,291 | 0 | 6 |  | 6.2 | 6 | \$12,648 | \$38,906 | \$53,071 | \$67,958 | \$97,557 |
| 70 | Union | 3,850,320 | 1 | 5 |  | 6.2 | 6 | \$3,992 | \$8,187 | \$16,752 | \$21,451 | \$30,793 |
| 71 | Volusia | 213,562,005 | 1 | 6 | 5 | 6.2 | 12 | \$442,872 | \$1,135,259 | \$1,858,295 | \$2,379,567 | \$3,415,957 |
| 72 | Wakulla | 9,692,188 | 1 | 6 |  | 6.2 | 7 | \$10,050 | \$30,913 | \$52,710 | \$64,796 | \$88,587 |
| 73 | Walton | 35,902,405 | 1 | 6 |  | 6.2 | 7 | \$37,226 | \$114,511 | \$195,251 | \$240,021 | \$328,151 |
| 74 | Washington | 10,988,093 | 1 | 6 |  | 6.2 | 7 | \$11,393 | \$35,046 | \$59,758 | \$73,459 | \$100,432 |
| 75 | state total | 8,648,231,127 |  |  |  |  |  | \$13,178,306 | \$35,217,632 | \$57,389,782 | \$73,053,712 | \$101,617,788 |
| 76 | Weighted Aver | verage: | 0.75 | 5.98 | 2.01 | 6.2 |  | Impact | \$22,039,327 | \$22,172,150 | \$15,663,929 | \$28,564,076 |
| 77 | REC 11/2006 | 6 motor fuel gall | cum | CPIU \% | 1 cent | 1cent | 2cent | 3cent | 4cent | 5cent | 6cent |  |
| 78 | FY 2006-07 | 8,782,800,000 | \% |  | adjustmen |  |  |  |  |  |  |  |
| 79 | FY 2007-08 | 8,967,100,000 | 3.69\% | 2.04\% | 1.020 | 1 | 2.00 | 3.10 | 4.10 | 5.10 | 6.10 |  |
| 80 | FY 2008-09 | 9,194,500,000 | 6.32\% | 2.08\% | 1.042 | 1 | 2.10 | 3.10 | 4.20 | 5.20 | 6.30 |  |
| 81 | FY 2009-10 | 9,406,500,000 | 8.77\% | 2.12\% | 1.064 | 1.1 | 2.10 | 3.20 | 4.30 | 5.30 | 6.40 |  |
| 82 | FY 2010-11 | 9,636,100,000 | 11.42\% | 2.16\% | 1.087 | 1.1 | 2.20 | 3.30 | 4.40 | 5.40 | 6.50 |  |
| 83 | FY 2011-12 | 9,880,700,000 | 14.25\% | 2.20\% | 1.111 | 1.1 | 2.20 | 3.30 | 4.40 | 5.60 | 6.70 |  |
| 90 |  |  |  |  |  |  |  |  |  |  |  |  |
| 91 | Consumer Price Index - All Urban Consumers CUUR0000sa0 |  |  |  |  |  |  |  |  |  |  |  |
| 92 |  | FY 04-05 | FY 05-01 | \% growth |  |  | 2cent | 3cent | 4cent | 5cent | 6cent |  |
| 93 | October | 190.9 | 199.2 |  | FY 06 |  | 2.04 | 3.06 | 4.08 | 5.10 | 6.12 |  |
| 94 | November | 191.0 | 197.6 |  | FY 07 |  | 2.08 | 3.12 | 4.17 | 5.21 | 6.25 |  |
| 95 | December | 190.3 | 196.8 |  | FY 08 |  | 2.13 | 3.19 | 4.25 | 5.32 | 6.38 |  |
| 96 | January | 190.7 | 198.3 |  | FY 09 |  | 2.17 | 3.26 | 4.35 | 5.43 | 6.52 |  |
| 97 | February | 191.8 | 198.7 |  | FY 10 |  | 2.22 | 3.33 | 4.44 | 5.55 | 6.66 |  |
| 98 | March | 193.3 | 199.8 |  |  |  | SCETS |  |  |  |  |  |
| 99 | April | 194.6 | 201.5 |  | FY 06 |  |  |  |  | 4.8 |  |  |
| 100 | May | 194.4 | 202.5 |  | FY 07 |  |  |  |  | 4.9 |  |  |
| 101 | June | 194.5 | 202.9 |  | FY 08 |  |  |  |  | 5.0 |  |  |
| 102 | July | 195.4 | 203.5 |  | FY 09 |  |  |  |  | 5.1 |  |  |
| 103 | August | 196.4 | 203.9 |  | FY 10 |  |  |  |  | 5.2 |  |  |
| 104 | September | 198.8 | 202.9 |  |  |  |  |  |  |  |  |  |
| 105 |  | 193.5 | 200.6 | 3.68\% |  |  |  |  |  |  |  |  |

