

FILED FEB 0 1 1989

SENATE FILE 134  
BY VARN

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act allowing certain vehicles to increase their gross weight  
2 classification during any month of a current registration  
3 year.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

5  
6  
7  
8

SENATE FILE 134

S-5102

1 Amend Senate File 134 as follows:  
2 1. Page 1, by striking line 3 and inserting the  
3 following:  
4 "2. During or after the seventh fourth month of a  
5 current".

By COMMITTEE ON TRANSPORTATION  
C. JOSEPH COLEMAN, Chairperson

S-5102 FILED FEBRUARY 15, 1990

SF 134

17  
18  
19  
20  
21  
22  
23  
24  
25

1 Section 1. Section 321.466, subsection 2, Code 1989, is  
2 amended to read as follows:

3 2. During ~~or-after-the-seventh~~ any month of a current  
4 registration year, the owner of a motor truck, truck tractor,  
5 road tractor, semitrailer or trailer may, if the owner's  
6 operation has not resulted in a conviction or action pending  
7 under this section, increase the gross weight of the vehicle  
8 to a higher gross weight classification by payment of one-  
9 twelfth of the difference between the annual fee for the  
10 higher gross weight and the amount of the fee for the gross  
11 weight at which it is registered, multiplied by the number of  
12 unexpired months of the registration year.

13

EXPLANATION

14 This bill allows the owner of a motor truck, truck tractor,  
15 road tractor, semitrailer or trailer to increase the gross  
16 weight classification of the vehicle upon payment of the  
17 appropriate fee provided the owner's operation has not  
18 resulted in a conviction or action pending under section  
19 321.466 of the Code. Under current law the gross weight  
20 classification may not be increased during the first six  
21 months of the registration year.

22

23

24

25

26

27

28

29

30

31

32

33

34

35

SENATE FILE 134  
FISCAL NOTE

REQ. BY SENATOR DRAKE

A fiscal note for Senate File 134 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note is available from the Legislative Fiscal Bureau to members of the Legislature upon request.

Senate File 134 allows the owner of a motor truck, truck tractor, road tractor, semitrailer or trailer to increase the gross weight classification of the vehicle upon payment of the appropriate fee provided that the owner's operation has not resulted in a conviction or action pending under section 321.466, Iowa Code. Under current law the gross weight classification may not be increased during the first six months of the registration year.

Assumptions

1. Based on actual increases in tonnage from January to June of 1987, there would have been a loss to the Road Use tax Fund of \$117,121. (International Registration Plan vehicles are not included in this figure.)
2. There are 73,390 trucks and truck tractors registered for over 5 tons at the county level.
3. The average loss based on actual increases in 1987 equaled \$47. It is estimated that there would be a large increase in the number of owners who would register for a minimal weight in January and wait to re-register until they need more tonnage later in the year. The Department assumes that 20% of the truck and truck tractor owners registering for over 5 ton took advantage of this pro-rated offer and experience the 1987 average loss, the Road Use Tax Fund would decrease by approximately \$689,866 ( $73,390 \times 20\% \times \$47$ ).

Fiscal Effect

1. Revenue loss on increased tonnage: \$117,121
2. Estimated loss from increased use of prorate option: \$689,866
3. Total estimated annual loss to the Road Use Tax Fund: \$806,987

The estimated \$806,987 loss to the Road Use Tax Fund would decrease the amount of funds available for cities and counties for road construction. Currently, cities receive 20% of the Road Use Tax Fund formula allocation and counties receive 32.5%. The estimated revenue loss to cities and counties through the implementation of this bill would be as follows: Cities \$161,397 and counties \$262,270.

(Source: Department of Transportation)

(LSB 1651s, DLR)

FILED FEBRUARY 15, 1990

BY DENNIS PROUTY, FISCAL DIRECTOR