

Commercial Vehicle Fees

Presentation Agenda:

- Idaho fee structure overview, history and challenges
- Full Fee and IRP (International Registration Plan) fee calculations with examples
- Questions
- Revenue Trends



Commercial Vehicle Fees

Idaho offers two commercial vehicle registration options:

Full Fee

- Vehicles are assessed the “full” registration fee
- Vehicles operate primarily within Idaho (intrastate)
- Registration allows operation only in Idaho, temporary permits or separate registration must be purchased when crossing state lines



Commercial Vehicle Fees

IRP (International Registration Plan)

- IRP is a reciprocity agreement among 48 states of the United States, the District of Columbia and provinces of Canada.
- IRP is a mechanism that replaced a very cumbersome process whereby each jurisdiction entered into a series of prorated or reciprocity agreements with other jurisdictions.
- IRP-registered carriers obtain one registration per vehicle that allows operation into any IRP jurisdiction.



Commercial Vehicle Fees

- The Intermodal Surface Transportation Act of 1991 required state's participation in the IRP, however Hawaii and Alaska were granted exemptions.
- IRP jurisdictions collect fees on behalf of each other and transmit those fees monthly.
- IRP regulations require member jurisdictions to appropriately administer the Plan on behalf of each other.



Commercial Vehicle Fees

Idaho Statute 49-434

- Through September 2000, Idaho assessed commercial registration fees for vehicles over 60,000 pounds based upon a flat fee collected at the time of registration.
- The registrant was required to pay weight distance tax quarterly based upon the distance traveled in Idaho during the previous quarter.
- The tax rate varied depending on the vehicle weight and commodities hauled. This applied to Idaho-based and non-Idaho based vehicles.



Commercial Vehicle Fees

- On October 1, 2000, the quarterly weight distance tax was eliminated.
- A three-tier mileage based registration fee schedule was implemented.
- Idaho-based carriers were given a quarterly payment option.
- Other IRP jurisdictions assess only the highest Idaho fee tier to their registrants, who may then apply to Idaho for a refund if eligible.



Commercial Vehicle Fees

- On October 1, 2001, the current five-tier mileage based registration fee schedule was put in place.
- The option to pay the Idaho registration fees in quarterly payments is still in place for Idaho based carriers.
- The other IRP jurisdictions assess the highest Idaho fee tier and their carriers contact us for a refund if they qualify.
- Administering the quarterly payment program for Idaho carriers and processing refunds for non-Idaho based carriers is challenging.



Commercial Vehicle Fees

Full Fee

- Vehicles over 60,000 pounds are assessed:
 - Fees based upon the combined gross weight; and
 - Number of fee months left in the calendar year; and
 - Actual distance traveled the previous July 1 through June 30.
- New vehicles with no distance history require an estimate of projected distance.



Commercial Vehicle Fees

Fee Tiers for over 60,000 pound vehicles:

Fee Tier	Distance
Flat Rate:	1 – 2,499 miles
Tier 1	1 – 7,500 miles
Tier 2	7,501 – 20,000 miles
Tier 3	20,001 – 35,000 miles
Tier 4	35,001 – 50,000 miles
Tier 5	Over 50,000 miles

- The Flat Rate is only available to Full Fee applicants who are declaring actual distance.



Commercial Vehicle Fees

Full Fee Examples

An 80,000 pound vehicle, registering for 12 months will pay:

Idaho Distance	Type of Distance	Fee	Fee Tier
2,157	Actual	\$255	Flat Rate
2,157	Estimated	\$480	Tier 1
17,987	Actual or Estimated	\$1,100	Tier 2
27,452	Actual or Estimated	\$1,700	Tier 3
42,114	Actual or Estimated	\$2,300	Tier 4
54,293	Actual or Estimated	\$3,360	Tier 5

A secondary registration fee of \$25 is also assessed.






Commercial Vehicle Fees

IRP

- Calculating IRP registration fees is a complex, multi-step process, mandated by IRP regulations and individual jurisdiction statute (I.C. 49-434 and 49-435).
- Distance operated in IRP jurisdictions determines the percentage allocations.
- For Idaho, the distance operated anywhere determines the appropriate Fee Tier.



Commercial Vehicle Fees

- The criteria used to determine IRP registration fees varies among the jurisdictions:
 - Number of fee months 
 - Vehicle weight 
 - Average per-vehicle distance 
 - Vehicle year
 - Vehicle or operation type
 - Empty weight
 - Purchase or factory price
 - Number of axles



Commercial Vehicle Fees

IRP – Step 1, Distance Calculation

Total all actual IRP jurisdiction distance operated by the vehicles registered in the Fleet during the Reporting Period.

Jurisdiction	IRP Distance
Idaho	25,124
Washington	40,988
British Columbia	20,247
Montana	25,746
Total IRP Distance	112,105



Commercial Vehicle Fees

IRP – Step 2, Percentage Factors

- Divide the Total IRP Distance by each jurisdiction's distance to arrive at the Percentage Factor.

Jurisdiction	Distance		Total IRP Distance		Percentage
Idaho	25,124	÷	112,105	=	.22411
Washington	40,988	÷	112,105	=	.36562
British Columbia	20,247	÷	112,105	=	.18061
Montana	25,746	÷	112,105	=	.22966
Percentages must equal 100%					1.00000



Commercial Vehicle Fees

IRP – Step 3, Other Jurisdiction’s Fees

- The percentage factors are then used to calculate the registration fees due for each IRP jurisdiction in which the fleet operated:

Juris	Base Fee	X	%	=	Amt Due
British Columbia	\$4,183.38	X	.18061	=	\$755.56
Montana	\$1,147.75	X	.22966	=	\$263.59
Washington	\$2,123.00	X	.36562	=	\$776.21



Commercial Vehicle Fees

IRP – Step 4, Idaho’s Fee Tier

- The Fee Tier is determined by using all actual distance including non-IRP jurisdictions:

Jurisdiction	Distance
Idaho	25,124
Washington	40,988
British Columbia	20,247
Montana	25,746
Alaska (non-IRP) ←	14,234
Total Fleet Distance	126,339



Commercial Vehicle Fees

Divide the Total Fleet Distance by the number of vehicles to be registered in the fleet:

# of Vehicles	Per-Vehicle Average Distance
1	126,339
2	63,169
3	42,113
4	31,584
5	25,267

# of Vehicles	Per-Vehicle Average Distance
6	21,056
7	18,048
8	15,792
9	14,037
10	12,633

Tier 1 – 1 to 7,500 **Tier 2** – 7,501 to 20,000 **Tier 3** – 20,001 to 35,000 **Tier 4** – 35,001 to 50,000 **Tier 5** – 50,001 and over



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Commercial Vehicle Fees

IRP – Step 5, Idaho's Fees

- In this example, there is one vehicle to be registered, the fleet is in Tier 5 for Idaho and the fees due are:

Juris	Base Fee	x	%	=	Amount Due
British Columbia	\$4,183.38	x	.18061	=	\$755.56
Montana	\$1,147.75	x	.22966	=	\$263.59
Washington	\$2,123.00	x	.36562	=	\$776.21
Idaho	\$3,385.00	x	.22411	=	\$758.61
Total Registration Fees Due					\$2,553.97



Commercial Vehicle Fees

The commercial trucking industry most often comments on:

- Fee brackets are too broad.
- All distance operated anywhere in the U.S., Canada or Mexico determines the Idaho-based IRP fee tier, only Idaho distance determines the Full Fee fee tier.
- Non-Idaho based IRP carriers must pay Idaho fees in Tier 5, then apply for a refund if eligible for a lower fee tier.



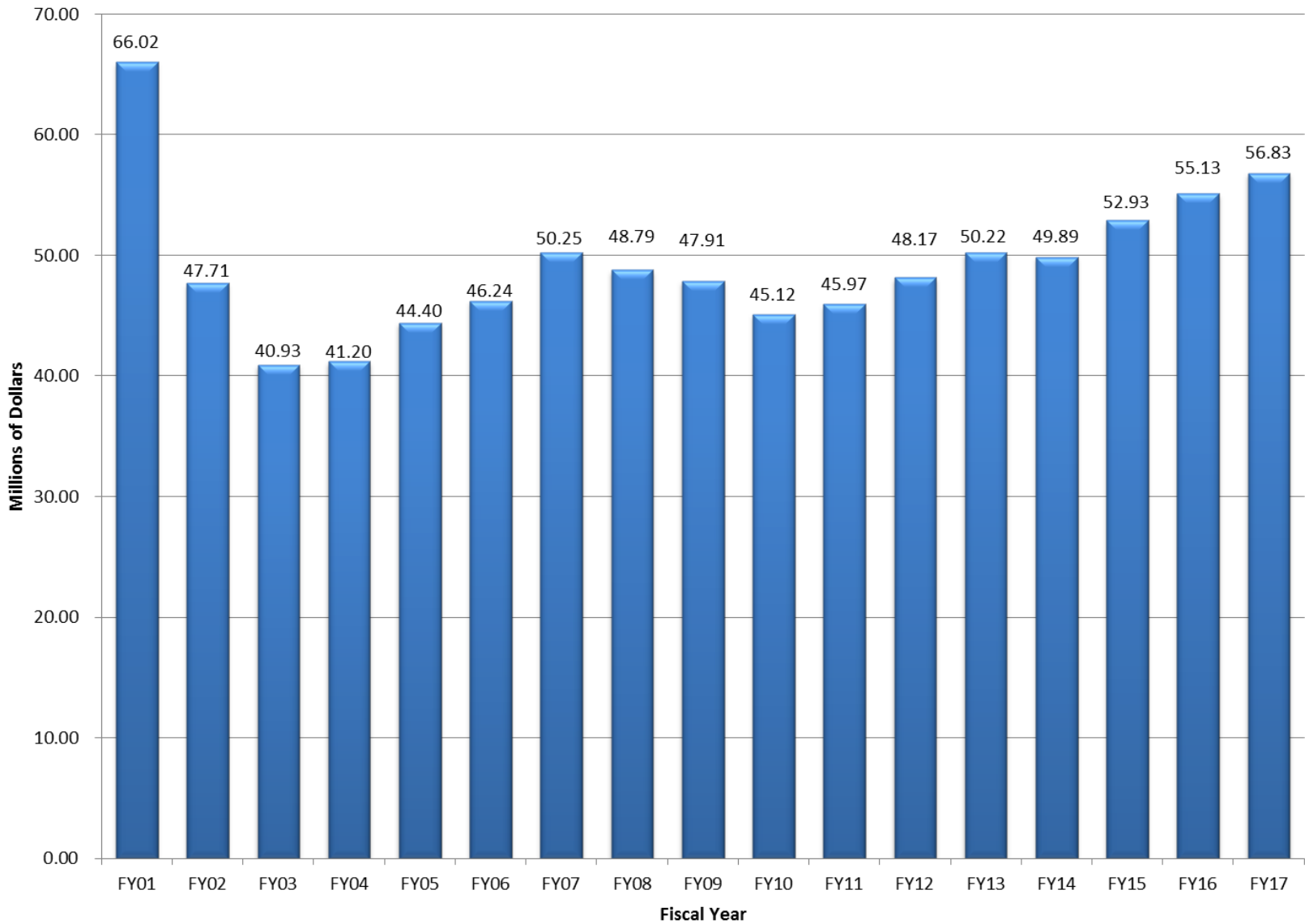
REVENUE TRENDS

Registration and Motor Fuel Tax
Revenue

Fiscal Year 2001 to 2017

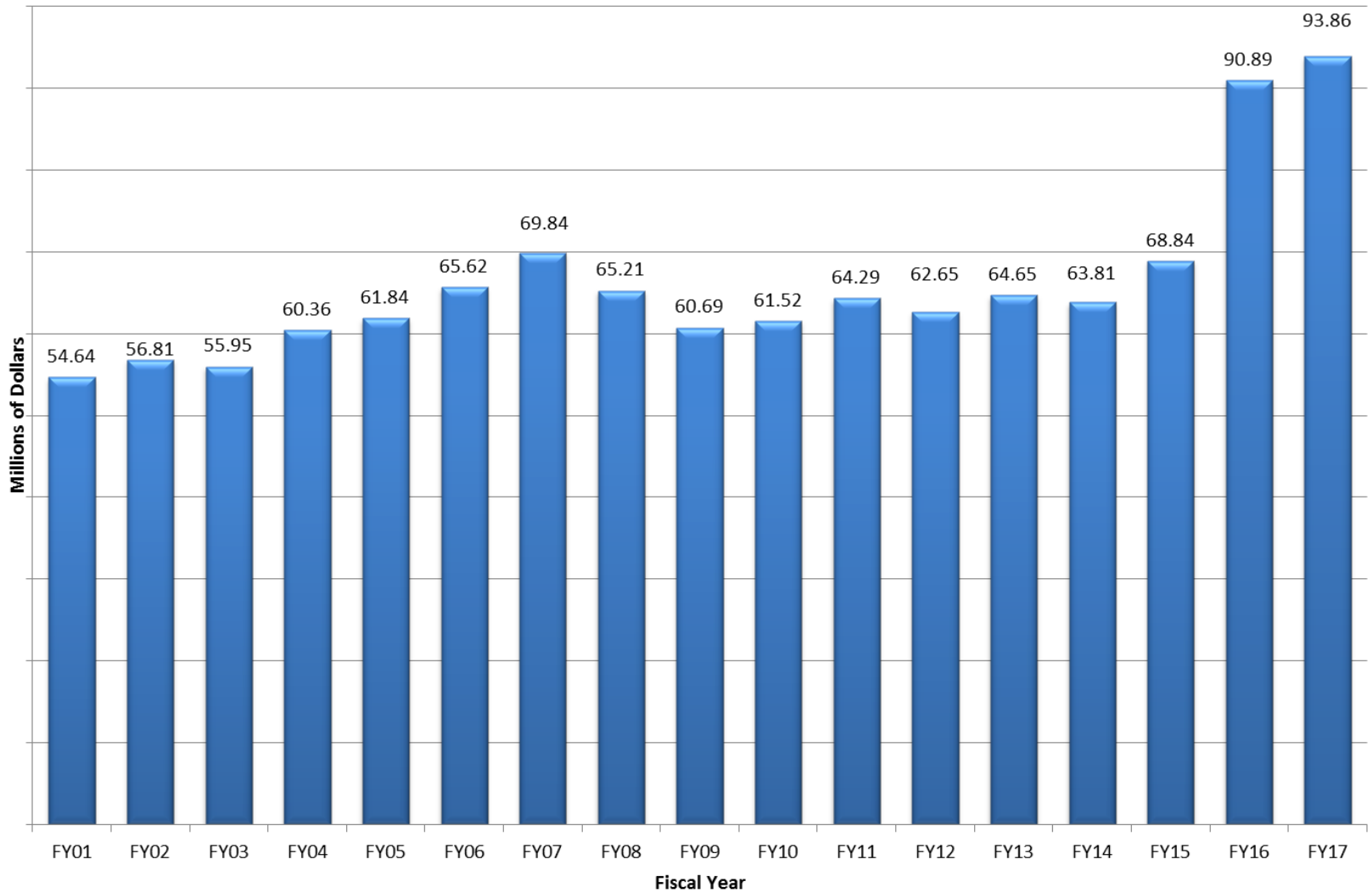


Commercial Vehicle Registration Revenue Collection by Fiscal Year since 2001

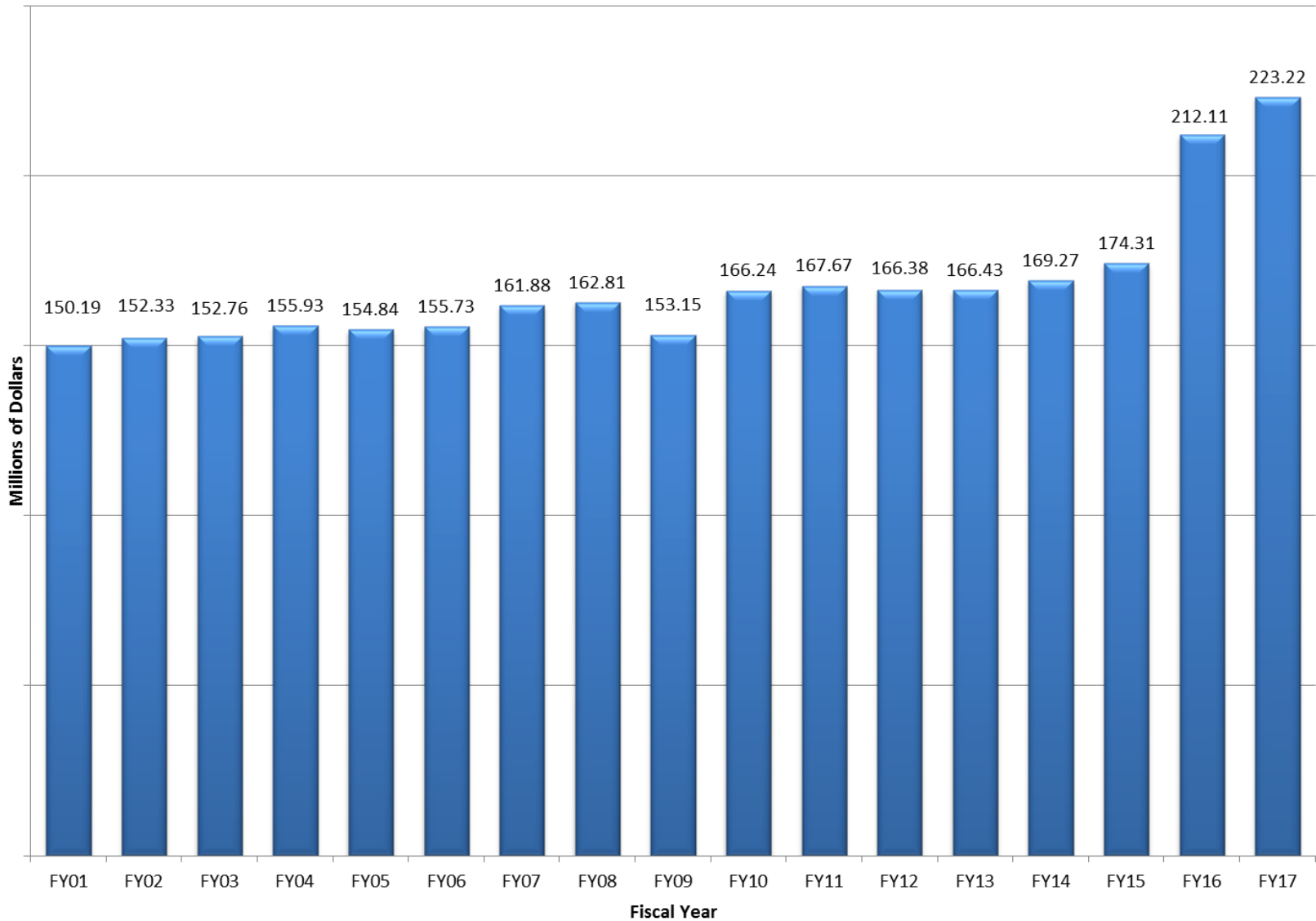


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Special Fuel Revenue Collections by Fiscal Year since 2001

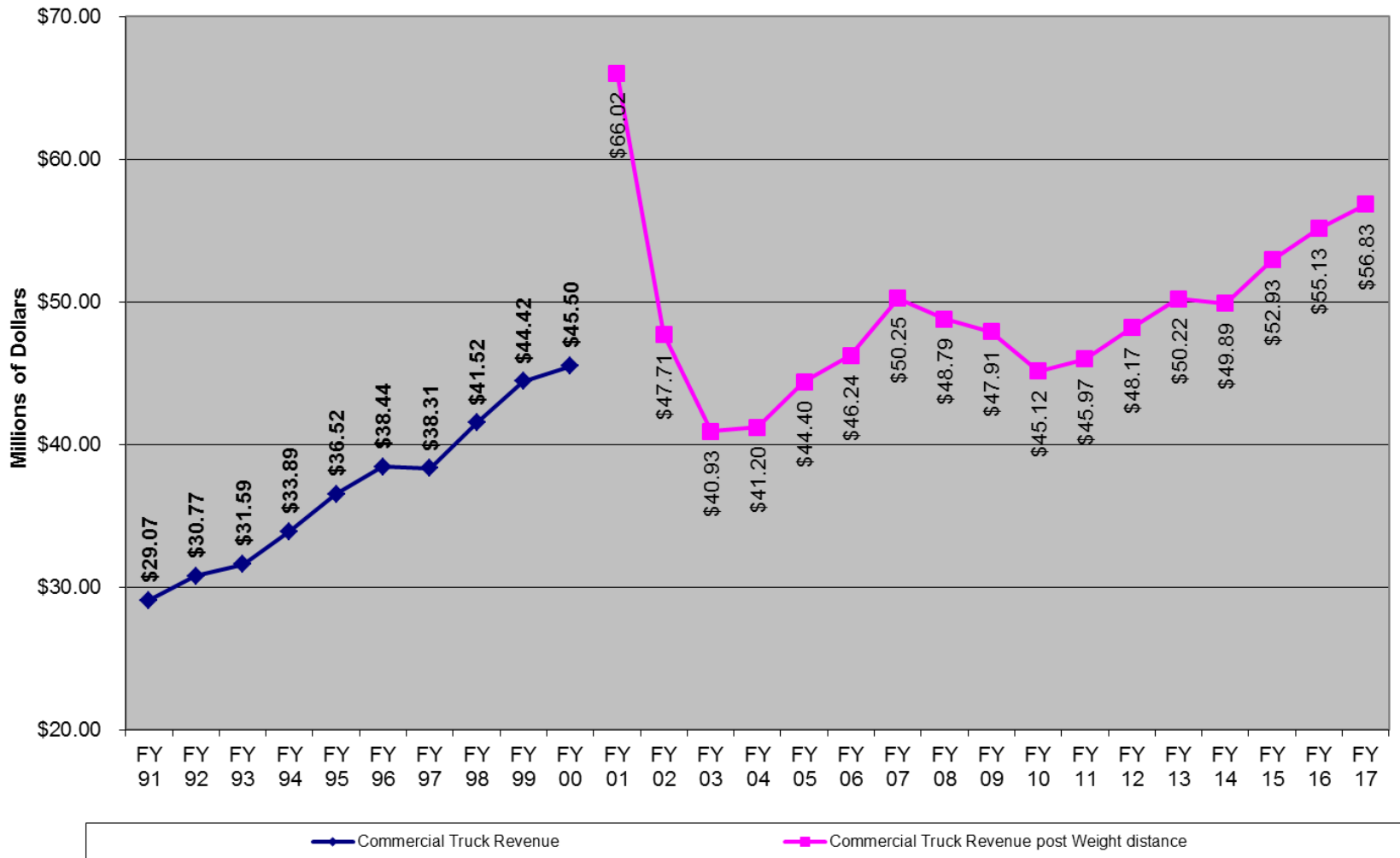


Gasoline Revenue Collections by Fiscal Year since 2001



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Weight Distance Tax and Commercial Vehicle Registration Fees Revenue in Idaho



Summary

Growth of Revenue from Fiscal 2010 to Fiscal Year 2017

REGISTRATION REVENUE

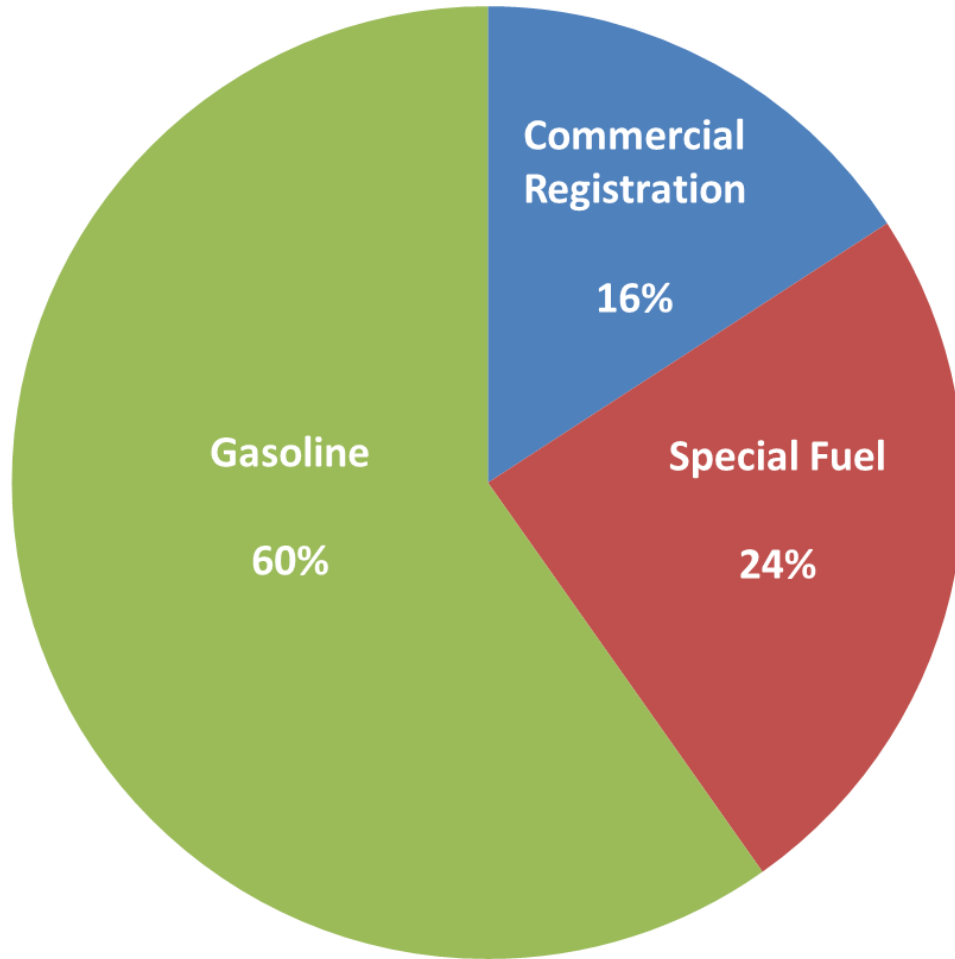
	FY10	FY17	% Growth
Commercial Registrations	\$45.12 Million	\$56.83 Million	26.0%

MOTOR FUEL TAX REVENUE

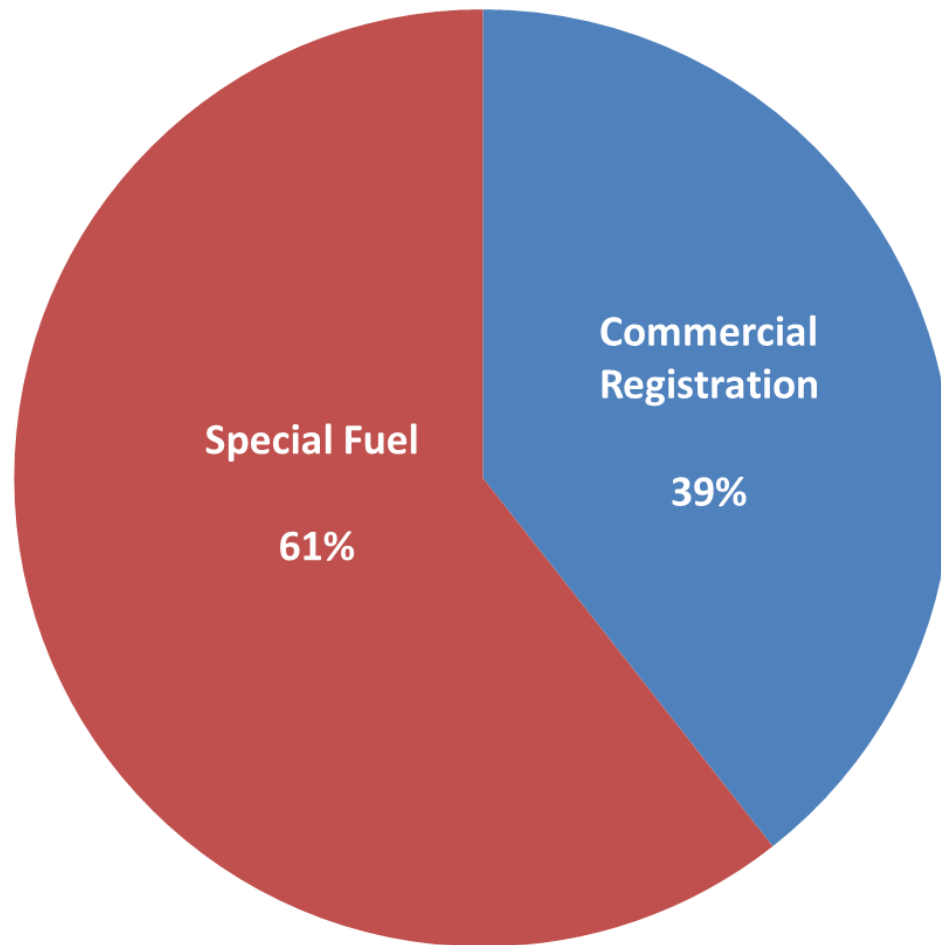
	FY10	FY17	% Growth
Special Fuels	\$61.52 Million	\$93.86 Million	52.6%
Gasoline	\$166.24 Million	\$223.22 Million	34.3%



FY17 Commercial Vehicle Registration and Motor Fuel Tax Revenue



FY17 Truck Related Revenues



Questions?



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