

**Statewide - Highway Fuel Tax Enforcement**

**FY2014 Request: \$100,000**  
**Reference No: 36446**

**AP/AL:** Allocation **Project Type:** Construction  
**Category:** Transportation  
**Location:** Statewide **House District:** Statewide (HD 1-40)  
**Impact House District:** Statewide (HD 1-40) **Contact:** Pat Kemp  
**Estimated Project Dates:** 07/01/2013 - 06/30/2020 **Contact Phone:** (907)465-3900  
**Appropriation:** Surface Transportation Program

**Brief Summary and Statement of Need:**

A continuing program, through a reimbursable services agreement (RSA) with the Department of Revenue, to enforce the collection of motor fuel taxes in compliance with federal law.

<b>Funding:</b>	<b>FY2014</b>	<b>FY2015</b>	<b>FY2016</b>	<b>FY2017</b>	<b>FY2018</b>	<b>FY2019</b>	<b>Total</b>
Fed Rcpts	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$600,000
<b>Total:</b>	<b>\$100,000</b>	<b>\$100,000</b>	<b>\$100,000</b>	<b>\$100,000</b>	<b>\$100,000</b>	<b>\$100,000</b>	<b>\$600,000</b>

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
<b>Totals:</b>	<b>0</b>	<b>0</b>

**Prior Funding History / Additional Information:**

Sec1 Ch17 SLA2012 P149 L3 SB160 \$100,000  
 Sec1 Ch5 SLA2011 P116 L9 SB46 \$100,000  
 Sec7 Ch43 SLA2010 P52 L9 SB230 \$100,000  
 Sec1 Ch15 SLA2009 P35 L15 SB75 \$100,000  
 Sec13 Ch29 SLA2008 P171 L14 SB221 \$100,000  
 Sec4 Ch30 SLA2007 P115 L32 SB53 \$100,000

**Project Description/Justification:**

The objective of this federally required program is to ensure the lawfully required revenue is available for highway programs by increasing motor fuel tax compliance. The scope is to implement automated tests to analyze and compare tax returns filed; contact taxpayers to resolve potential compliance issues; perform analysis and audits as required to confirm taxpayer information on both interstate and international fuel imports. For the coming fiscal year, additional refund claim audits will be performed and increased compliance work will be accomplished through data-matching of imported fuel with reports from the Homeland Security Administration.

In federal fiscal year (FFY) 2011 this program resulted in the collection of an additional \$40,294 in taxes, \$33,190 in penalties, and the denial of \$48,185 in claimed refunds for a total of \$121,669 in additional revenue collected. Additional revenue collected in FFY2010 was \$157,926 and in FFY2009 was \$298,277 as a result of this program.