

Statewide - Highway Fuel Tax Enforcement

FY2015 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: Jeff Ottesen

Estimated Project Dates: 07/01/2014 - 06/30/2019

Contact Phone: (907)465-4070

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.

Funding:	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>FY2019</u>	<u>FY2020</u>	<u>Total</u>
Fed Rcpts	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000		\$500,000
Total:	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$0	\$500,000

<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
Totals:	0	0

Prior Funding History / Additional Information:

- Sec1 Ch16 SLA2013 P95 L8 SB18 \$100,000
- 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) 2012 this program resulted in the collection of an additional \$176,404 in taxes, \$28,497 in penalties, and the denial of \$34,730 in claimed refunds for a total of \$239,631 in additional revenue collected. Additional revenue collected in FFY2011 was \$121,669 and in FFY2010 was \$157,926 as a result of this program.