

ASSUMPTIONS AND METHODOLOGY:

Funds for RTAs are authorized in HB 1231. House Bill 1231 authorizes regional transit authorities (RTA), created pursuant to Article 27 of the act, to charge a \$5.00 registration fee on motor vehicles sited in the counties of the authority for property taxation. In addition, an RTA is authorized to levy a 5% gross receipts tax on the short term lease of motor vehicles leased in the region. The expected revenue -authorized in HB 1231-- from these two sources a in fiscal year 1997-98 is \$3.3 million. The revenue is estimated to grow to \$7 million by fiscal year 2001-02. Municipal units of government located within the region are authorized to levy a \$5.00 license tax on motor vehicles. The revenue derived from this tax is expected to be \$1.6 million in fiscal year 1997-98 and grow to \$3.4 million by fiscal year 2001-02.

FISCAL RESEARCH DIVISION 733-4910

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