



S.F. No. 966 – Modification of all-electric vehicle surcharge and imposition of surcharge on plug-in hybrid electric vehicles, electric motorcycles, and plug-in hybrid electric motorcycles.

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S.F. 966 modifies the surcharge on all-electric vehicles from \$750 to \$150. Specifies a transfer formula from the general fund to the highway user tax distribution fund equal to \$79 times the number of surcharges collected and requires the commissioner to institute an increase or decrease of the surcharge if the gasoline tax inflationary index is also raised or lowered. Establishes a \$75 surcharge for plug-in hybrid electric vehicles. Specifies a transfer formula from the general fund to the highway user tax distribution fund equal to \$39.50 times the number of surcharges collected and requires the commissioner to institute an increase or decrease of the surcharge if the gasoline tax inflationary index is also raised or lowered. Establishes a similar \$30 surcharge for all-electric motorcycles and \$15 for plug-in hybrid electric motorcycles with the same required inflationary index adjustment required as **sections 1 and 2**. Revenue from each surcharge is deposited in the highway user tax distribution fund. Defines “all-electric motorcycle” and “plug-in hybrid electric motorcycle.” Effective August 1, 2025.

