



**ASSUMPTIONS AND METHODOLOGY:**

The bill redistributes the funds within the Scrap Tire Disposal Account. See attached spreadsheet. The year over year growth in the revenue forecast is 1.5% which represents the annual growth in passenger car and truck sale in the State for the past three years. Information provided by the N. C. Tire Dealers and Retreaders Association. The excise tax collections by year are from the quarterly reports on the scrap tire collections provided by the Department of Revenue.

**FISCAL RESEARCH DIVISION**

**733-4910**

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**DATE:** April 4, 1997



**Signed Copy Located in the NCGA Principal Clerk's Offices**

**Fiscal Analysis of Scrap Tire Disposal Tax**

**Revenue Forecast Summary**

Collection by FY Quarters	<i>Estimate</i> 1996-97	<i>Estimate</i> 1997-98	<i>Estimate</i> 1998-99	<i>Estimate</i> 1999-00	<i>Estimate</i> 2000-01	<i>Estimate</i> 2001-02
September	\$2,451,129	\$2,529,875	\$2,560,638	\$2,619,947	\$2,624,468	\$2,685,255
December	\$2,447,369	\$2,453,978	\$2,483,819	\$2,515,149	\$2,545,734	\$2,604,698
March	\$2,251,579	\$2,257,660	\$2,309,952	\$2,313,937	\$2,367,532	\$2,396,322
June	\$2,386,674	\$2,415,696	\$2,471,648	\$2,475,913	\$2,533,260	\$2,564,064
Total	\$9,536,752	\$9,657,210	\$9,826,057	\$9,924,947	\$10,070,994	\$10,250,339

**Current Distribution under Revenue Forecast**

SWMTF 5%	\$476,838	\$482,860	\$491,303	\$496,247	\$503,550	\$512,517
STDA 27%	\$2,574,923	\$2,607,447	\$2,653,035	\$2,679,736	\$2,719,168	\$2,767,591
COUNTIES 69%	\$6,484,991	\$6,566,903	\$6,681,719	\$6,748,964	\$6,848,276	\$6,970,230

**Department Distribution under SB 153**

STDA 27%	\$2,574,923	\$2,607,447	\$2,653,035	\$2,679,736	\$2,719,168	\$2,767,591
Local Grants 50%	\$1,287,461	\$1,303,723	\$1,326,518	\$1,339,868	\$1,359,584	\$1,383,796
Mkt Develop. 40%	\$1,029,969	\$1,042,979	\$1,061,214	\$1,071,894	\$1,087,667	\$1,107,037
Tire clean-up 10%	\$257,492	\$260,745	\$265,304	\$267,974	\$271,917	\$276,759

Values are rounded to nearest dollar amount.