



State Tax Update

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Bob Pitcher

VP, State Laws, ATA

bpitcher@trucking.org



State Budgets

- Worst Shape in More Than 25 Years
- No Prospect of State Economic Recovery for Several More Years
- Few Large Tax Increases – Yet
- Incentive Enforcement?



UCRA

- Trailers Eliminated from Fee Calculation
- Fees Must Be Reset Before States Collect for 2010
- UCRA Board Recommends Much Higher Fees
- FMCSA Hasn't Begun Rulemaking
- Strong Industry Opposition Will at Least Delay Fees Into 2010



Eliminate UCRA?

- UCRA Awkward, Spiraling Fees Expected
- ATA Will Seek to Repeal UCRA in Federal Highway Reauthorization
- Replace State Money Through Increase in MCSAP
- Preemptions Must Be Preserved



IFTA

- Bad Audit Ballots
- Dispute Between NV & PA
- Joint Audits Contemplated



IRP

- Initiative on Compliance and Audit
- Full Reciprocity Plan
- IRP Takes on Other Motor Carrier Issues
 - State Collection of HVUT
 - Reciprocity for Smaller Vehicles



W-D Taxes & VMT Tax

- W-D Talk in NV, ID, Increase in OR
- VMT Pilot in OR, More Elsewhere
- VMT a Good Idea?
- And There's Talk in Congress...



Credential Challenges

- 49 U.S.C. §14506 Bars Most State & Local Credentials in or on an Interstate Carrier Motor Vehicle
- W-D Credentials
- NYS, Cook County, NJ Petitions



State Income Taxes

- Nexus Campaigns in NJ, NE, NM
- BATSA Legislation in Congress
- Trucking Apportionment Initiatives in CA, IL



Business Licenses

- State (NJ) & Local (DC, other) Problems
- Interstate Businesses Benefit from Constitutional Prohibition



Unemployment Tax

- Where Does a Carrier Report a Driver's Wages for U-T Purposes?
- Any Discretion on Carrier's Part?
- Possibility of Double Taxation?

QUESTIONS ??