



Department of Motor Vehicles
Tax Services
P.O. Box 27422
Richmond, VA 23269-7422

VIRGINIA RENTAL TAX
INFORMATION AND NEWS
NO
2% Authority Fee
EFFECTIVE IMMEDIATELY

MARCH 5, 2008

EFFECTIVE IMMEDIATELY

During the past few months you received information regarding the new 2% Authority fee that must be charged on the gross proceeds from the rental of a daily rental vehicle in any county or city included in the Hampton Roads and Northern Virginia Transportation Authorities. As of March 1, 2008, the Virginia Supreme Court ruled the fees are unconstitutional and therefore should not be collected.

Effective immediately, discontinue collecting the 2% Authority Fee for the Northern Virginia Transportation Authority.

Also, on May 1, 2008, the 2% Authority fee will **not** be applicable in the Hampton Roads Transportation Authority District, which includes the cities of Chesapeake, Hampton, Newport News, Norfolk, Poquoson, Portsmouth, Suffolk, Virginia Beach and Williamsburg; and the counties of Isle of Wight, James City and York.

Fees paid to the Commonwealth for the 2% Authority Fee will be refunded. Please refer to the DMV website (www.dmvNOW.com) beginning March 10, 2008 for details on how refunds will be issued.

If you have any questions regarding this information, contact a Rental Tax representative at:

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(800) 272-9268 (deaf or hearing impaired only)
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