

PREPARED BY: Doug Gibbs
 DATE PREPARED: March 12, 2013
 PHONE: 402-471-0051

LB 251

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 252 amends Nebraska Revised Statute Section 77-4501, regarding motor vehicle rental fees.

The bill authorizes a motor vehicle rental company to increase the fee imposed on the rental of private passenger motor vehicles used to carry fifteen or less passengers in an amount up to 5.75% of each rental contract amount. The current rate is 4.5%. This fee is used by the vehicle owner or rental company to offset motor vehicle taxes and fees paid in Nebraska by the vehicle owner or rental company. The fee is exempt from sales tax.

There is no fiscal impact to the state as a result of LB 251.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 251	AM:	AGENCY/POLT. SUB: NE Assoc. of County Officials (NACO)	
REVIEWED BY: Lyn Heaton		DATE: 3/12/2013	PHONE: 402.471.4181
COMMENTS: NACO did not provide an estimate of the impact of the fee increase imposed by LB 251. The amount that this motor vehicle rental contract fee contributes to motor vehicle tax reported to the Auditor of Public Accounts does not appear to be readily available, though I concur with the conclusion that the bill will increase motor vehicle tax revenue for local political subdivisions.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 251	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Lyn Heaton		DATE:	PHONE: 402.471.4181
COMMENTS: Concur. No fiscal impact to the Dept. of Revenue.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 251	AM:	AGENCY/POLT. SUB: Dept. of Roads	
REVIEWED BY: Lyn Heaton		DATE: 2/1/2013	PHONE: 402.471.4181
COMMENTS: Concur. No fiscal impact to the Dept. of Roads.			

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 251 FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Association of County Officials

Prepared by: ⁽³⁾ Elaine Menzel Date Prepared: ⁽⁴⁾ 1/17/2013 Phone: ⁽⁵⁾ 402.434.5660, ext. 225

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Return by date specified or 72 hours prior to public hearing, whichever is earlier.
Explanation of Estimate:

LB 251 would increase from four and on-half to an amount not to exceed five and seventy-five hundredths percent of each rental contract. The fee is computed in accordance with the method used for the sales tax imposed by the state on those charges subject to sales tax. LB 251 provides that the fee would be distributed in the same manner as Section 60-3,186(b) which allows the county treasurer to retain one percent of the motor vehicle tax proceeds collected for taxes and the remaining amount to the county, local school system, school district, city and village in the tax district in which the motor vehicle has situs. Subsection (c) of 60-3,186 provides the percentages for the distribution. The amount of the potential increase to the county and other political subdivisions is undetermined at this time.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14 EXPENDITURES</u>	<u>2014-15 EXPENDITURES</u>
	<u>13-14</u>	<u>14-15</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 251 FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Roads

Prepared by: ⁽³⁾ Becky Fleming Date Prepared: ⁽⁴⁾ 1/31/13 Phone: ⁽⁵⁾ 402-479-4692

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

LB 251 changes a fee relating to the rental of motor vehicles. Rental companies renting private passenger motor vehicles used to carry fifteen passengers or less for periods of thirty-one days or less shall collect a fee not to exceed five and seventy-five hundredths percent (was changed from four and one half percent) of each rental contract. The county shall collect, allocate and distribute the fees in the same manner as the proceeds from motor vehicle taxes are allocated and distributed – to county, local school system, school district, city and village.

No fiscal impact to the Department is anticipated.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____