FISCAL NOTE

Requested by Legislative Council 03/16/2001

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Amendment to: Reengr

Reengrossed SB 2181

1A. **State fiscal effect:** Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues			\$276,000	\$24,000		
Expenditures						

Appropriations

1B. County, city, and school district fiscal effect: Identify the fiscal effect on the appropriate political subdivision.

1999-2001 Biennium

2003-2005 Biennium

School School School School
Counties Cities Districts Counties Cities Districts

2. **Narrative:** Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.

SB 2181 Second Engrossment with House Amendments imposes a 3% surcharge on car rentals, which offsets the motor vehicle excise tax paid by car rental companies on vehicles added to their fleet. Revenues from the 3% surcharge in excess of motor vehicle excise taxes are remitted to the state and distributed as sales tax revenues.

- 3. State fiscal effect detail: For information shown under state fiscal effect in 1A, please:
 - A. **Revenues:** Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

The 3% surcharge is expected to generate \$276,000 in state general fund revenues during the 01-03 biennium.

- B. **Expenditures:** Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.
- C. **Appropriations:** Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.

Name: Kathryn L. Strombeck Agency: Tax Department

Phone Number: 328-3402 **Date** 03/19/2001

Prepared: