

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2019 REGULAR SESSION**

MEASURE

2019 BR NUMBER 0343

HOUSE BILL NUMBER 321

TITLE AN ACT relating to the private motor vehicle rentals and making an appropriation therefor.

SPONSOR Representative Ken Upchurch

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED: Vehicle Regulation

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		Indeterminable	Indeterminable
EXPENDITURES			
NET EFFECT		Indeterminable	Indeterminable

() indicates a decrease/negative

PURPOSE OF MEASURE: The purpose of this measure is to define private motor vehicle, private vehicle rental, and private vehicle rental program, as well as many terms related to private vehicle rental programs. To set private vehicle rental program transaction parameters as well as insurance requirements for private vehicle owners, renters, and insurance providers.

FISCAL EXPLANATION: This bill would provide a marginal revenue increase as a result of adding private motor vehicle rentals to those required to pay usage tax on every vehicle rental. However, the increase is indeterminable given the unknowns of how many private vehicle renters would enter the market, and what the demand would be for those renters.

This bill allows local governments to levy a fee on private vehicle rentals, but as the language is permissive, there is not an associated fiscal impact.

DATA SOURCE(S): Transportation Cabinet staff

PREPARER: Tammy Branham **NOTE NUMBER:** 66 **REVIEW:** JAB **DATE:** 2/19/2019

LRC 2019-BR0343-HB321