

DEPARTMENT OF TAXATION

2006 Fiscal Impact Statement

1. **Patron** David B. Albo

2. **Bill Number** HB 319

3. **Committee** House Finance

House of Origin:

 X **Introduced**

 Substitute

 Engrossed

4. **Title** Personal Property Tax; Valuation of
Automobiles

Second House:

 In Committee

 Substitute

 Enrolled

5. Summary/Purpose:

This bill would require localities to value automobiles for purposes of the personal property tax using the National Automobile Dealers Association Used Car Pricing Guide or the Kelley Blue Book, whichever reports a lower value.

Under current law, localities may use any recognized pricing guide.

The effective date of this bill is not specified.

6. Fiscal Impact Estimates are: Not available. (See Line 8.)

7. Budget amendment necessary: No.

8. Fiscal implications:

This bill would have no impact on state revenues. This bill would impact local revenues to the extent that the lower of the valuations provided by the National Automobile Dealers Association Used Car Pricing Guide or the Kelley Blue Book differs from the valuation provided by the recognized pricing guide currently used by each locality. Localities may incur additional administrative costs subscribing to both the National Automobile Dealers Association Used Car Pricing Guide and the Kelley Blue Book.

9. Specific agency or political subdivisions affected:

All localities.

10. Technical amendment necessary: No.

11. Other comments:

Under current law, in general, when valuing automobiles for purposes of the personal property tax, localities must value automobiles by means of a recognized pricing guide if the model and year of the individual automobile are listed in the guide.

This bill would require localities to value automobiles using the National Automobile Dealers Association Used Car Pricing Guide or the Kelley Blue Book, whichever reports a lower value.

cc : Secretary of Finance

Date: 01/12/2006 JEM