

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION**

**April 27, 2015**

**TO:** Honorable Dennis Bonnen, Chair, House Committee on Ways & Means

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB3229** by Cyrier (Relating to the motor vehicle sales tax imposed on the purchase, rental, or use of certain emergency services vehicles.), **As Introduced**

<b>Estimated Two-year Net Impact to General Revenue Related Funds</b> for HB3229, As Introduced: a negative impact of (\$312,000) through the biennium ending August 31, 2017.
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**General Revenue-Related Funds, Five-Year Impact:**

<b>Fiscal Year</b>	<b>Probable Net Positive/(Negative) Impact to General Revenue Related Funds</b>
2016	(\$156,000)
2017	(\$156,000)
2018	(\$156,000)
2019	(\$156,000)
2020	(\$156,000)

**All Funds, Five-Year Impact:**

<b>Fiscal Year</b>	<b>Probable Revenue (Loss) from General Revenue Fund</b>
	<b>1</b>
2016	(\$156,000)
2017	(\$156,000)
2018	(\$156,000)
2019	(\$156,000)
2020	(\$156,000)

**Fiscal Analysis**

The bill would amend Section 152.087 of the Tax Code to exempt ambulances, and emergency services chief or supervisor vehicles, from the motor vehicle sales and use tax when purchased by an entity that has an agreement with a local governmental entity to provide emergency ambulance services.

The bill would take effect September 1, 2015.

## **Methodology**

Based on Texas motor vehicle title transaction records, there are \$2.5 million in annual taxable purchases of vehicles that would be exempted by this bill. The average annual tax revenue for those sales would be \$156,000.

## **Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** UP, KK, SD