

LEGISLATURE OF NEBRASKA

ONE HUNDRED SECOND LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 505

Introduced by Karpisek, 32.

Read first time January 18, 2011

Committee: Revenue

A BILL

1 FOR AN ACT relating to motor vehicle taxes; to amend sections
2 60-3,186 and 60-3,187, Reissue Revised Statutes of
3 Nebraska; to change motor vehicle taxes on certain
4 vehicles; to change the distribution of motor vehicle tax
5 proceeds; to provide an operative date; and to repeal the
6 original sections.

7 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 60-3,186, Reissue Revised Statutes of
2 Nebraska, is amended to read:

3 60-3,186 (1) The county treasurer or designated county
4 official shall annually determine the motor vehicle tax on each motor
5 vehicle registered in the county based on the age of the motor
6 vehicle pursuant to section 60-3,187 and cause a notice of the amount
7 of the tax to be mailed to the registrant at the address shown upon
8 his or her registration certificate. The notice shall be printed on a
9 form prescribed by the department and shall be mailed on or before
10 the first day of the last month of the registration period.

11 (2)(a) The motor vehicle tax, motor vehicle fee,
12 registration fee, sales tax, and any other applicable taxes and fees
13 shall be paid to the county treasurer or designated county official
14 prior to the registration of the motor vehicle for the following
15 registration period. If the motor vehicle being registered has been
16 transferred as a gift or for a nominal amount, any sales tax owed by
17 the transferor on the purchase of the motor vehicle shall have been
18 paid or be paid to the county treasurer or designated county official
19 prior to the registration of the motor vehicle for the following
20 registration period.

21 (b) After retaining one percent of the motor vehicle tax
22 proceeds collected for costs and remitting one-fourth of one percent
23 of the motor vehicle tax proceeds collected to the State Treasurer
24 for credit to the State Patrol Retirement Fund, the remaining motor
25 vehicle tax proceeds shall be allocated to each county, local school

1 system, school district, city, and village in the tax district in
2 which the motor vehicle has situs.

3 (c)(i) Twenty-two percent of the remaining motor vehicle
4 tax proceeds shall be allocated to the county, (ii) sixty percent
5 shall be allocated to the local school system or school district, and
6 (iii) eighteen percent shall be allocated to the city or village,
7 except that (A) if the tax district is not in a city or village,
8 forty percent shall be allocated to the county, and (B) in counties
9 containing a city of the metropolitan class, eighteen percent shall
10 be allocated to the county and twenty-two percent shall be allocated
11 to the city or village.

12 (d) The amount allocated to a local school system shall
13 be distributed to school districts in the same manner as property
14 taxes.

15 (3) Proceeds from the motor vehicle tax shall be treated
16 as property tax revenue for purposes of expenditure limitations,
17 matching of state or federal funds, and other purposes.

18 Sec. 2. Section 60-3,187, Reissue Revised Statutes of
19 Nebraska, is amended to read:

20 60-3,187 (1) The motor vehicle tax schedules are set out
21 in this section.

22 (2) The motor vehicle tax shall be calculated by
23 multiplying the base tax times the fraction which corresponds to the
24 age category of the vehicle as shown in the following table:

25 YEAR FRACTION

1	First	1.00
2	Second	0.90
3	Third	0.80
4	Fourth	0.70
5	Fifth	0.60
6	Sixth	0.51
7	Seventh	0.42
8	Eighth	0.33
9	Ninth	0.24
10	Tenth and Eleventh	0.15
11	Twelfth and Thirteenth	0.07
12	Fourteenth and older	0.00
13	<u>Fourteenth through twentieth</u>	<u>0.03</u>
14	<u>Twenty-first and older</u>	<u>0.00</u>

15 (3) The base tax shall be:

16 (a) Automobiles and motorcycles - An amount determined
 17 using the following table:

18	Value when new	Base tax
19	Up to \$3,999	\$ 25
20	\$4,000 to \$5,999	35
21	\$6,000 to \$7,999	45
22	\$8,000 to \$9,999	60

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1	\$10,000 to \$11,999	100
2	\$12,000 to \$13,999	140
3	\$14,000 to \$15,999	180
4	\$16,000 to \$17,999	220
5	\$18,000 to \$19,999	260
6	\$20,000 to \$21,999	300
7	\$22,000 to \$23,999	340
8	\$24,000 to \$25,999	380
9	\$26,000 to \$27,999	420
10	\$28,000 to \$29,999	460
11	\$30,000 to \$31,999	500
12	\$32,000 to \$33,999	540
13	\$34,000 to \$35,999	580
14	\$36,000 to \$37,999	620
15	\$38,000 to \$39,999	660
16	\$40,000 to \$41,999	700
17	\$42,000 to \$43,999	740
18	\$44,000 to \$45,999	780
19	\$46,000 to \$47,999	820
20	\$48,000 to \$49,999	860
21	\$50,000 to \$51,999	900

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1	\$52,000 to \$53,999	940
2	\$54,000 to \$55,999	980
3	\$56,000 to \$57,999	1,020
4	\$58,000 to \$59,999	1,060
5	\$60,000 to \$61,999	1,100
6	\$62,000 to \$63,999	1,140
7	\$64,000 to \$65,999	1,180
8	\$66,000 to \$67,999	1,220
9	\$68,000 to \$69,999	1,260
10	\$70,000 to \$71,999	1,300
11	\$72,000 to \$73,999	1,340
12	\$74,000 to \$75,999	1,380
13	\$76,000 to \$77,999	1,420
14	\$78,000 to \$79,999	1,460
15	\$80,000 to \$81,999	1,500
16	\$82,000 to \$83,999	1,540
17	\$84,000 to \$85,999	1,580
18	\$86,000 to \$87,999	1,620
19	\$88,000 to \$89,999	1,660
20	\$90,000 to \$91,999	1,700
21	\$92,000 to \$93,999	1,740

1	\$94,000 to \$95,999	1,780
2	\$96,000 to \$97,999	1,820
3	\$98,000 to \$99,999	1,860
4	\$100,000 and over	1,900
5	(b) Assembled automobiles - \$60	
6	(c) Assembled motorcycles - \$25	
7	(d) Cabin trailers, up to one thousand pounds - \$10	
8	(e) Cabin trailers, one thousand pounds and over and less	
9	than two thousand pounds - \$25	
10	(f) Cabin trailers, two thousand pounds and over - \$40	
11	(g) Recreational vehicles, less than eight thousand	
12	pounds - \$160	
13	(h) Recreational vehicles, eight thousand pounds and over	
14	and less than twelve thousand pounds - \$410	
15	(i) Recreational vehicles, twelve thousand pounds and	
16	over - \$860	
17	(j) Assembled recreational vehicles and buses shall	
18	follow the schedules for body type and registered weight	
19	(k) Trucks - Over seven tons and less than ten tons -	
20	\$360	
21	(l) Trucks - Ten tons and over and less than thirteen	
22	tons - \$560	
23	(m) Trucks - Thirteen tons and over and less than sixteen	
24	tons - \$760	
25	(n) Trucks - Sixteen tons and over and less than twenty-	

1 five tons - \$960

2 (o) Trucks - Twenty-five tons and over - \$1,160

3 (p) Buses - \$360

4 (q) Trailers other than semitrailers - \$10

5 (r) Semitrailers - \$110

6 (s) Minitrucks - \$50

7 (4) For purposes of subsection (3) of this section, truck
8 means all trucks and combinations of trucks except those trucks,
9 trailers, or combinations thereof registered under section 60-3,198,
10 and the tax is based on the gross vehicle weight rating as reported
11 by the manufacturer.

12 (5) Current model year vehicles are designated as first-
13 year motor vehicles for purposes of the schedules.

14 (6) When a motor vehicle is registered which is newer
15 than the current model year by the manufacturer's designation, the
16 motor vehicle is subject to the initial motor vehicle tax in the
17 first registration period and ninety-five percent of the initial
18 motor vehicle tax in the second registration period.

19 (7) Assembled cabin trailers, assembled recreational
20 vehicles, and assembled buses shall be designated as sixth-year motor
21 vehicles in their first year of registration for purposes of the
22 schedules.

23 (8) When a motor vehicle is registered which is required
24 to have a title branded as previous salvage pursuant to section
25 60-175, the motor vehicle tax shall be reduced by twenty-five

1 percent.

2 Sec. 3. This act becomes operative on January 1, 2012.

3 Sec. 4. Original sections 60-3,186 and 60-3,187, Reissue

4 Revised Statutes of Nebraska, are repealed.