

**FISCAL NOTE**

|                                  | FY 2026     | FY 2027     | FY 2028     |
|----------------------------------|-------------|-------------|-------------|
| <b>NON-ADMINISTRATIVE IMPACT</b> |             |             |             |
| Anticipated Revenue (decrease)   |             |             |             |
| GENERAL FUND                     | (\$695,000) | (\$695,000) | (\$695,000) |
| LOCAL SOURCES FUND               | (\$668,000) | (\$668,000) | (\$668,000) |

Source of revenue (decrease):

This bill creates a sales and use tax exemption on insurance damage settlement payments used to purchase motor vehicles, house trailers, trailer coaches, trailers or semitrailers.

Assumptions:

The estimate assumes an average vehicle settlement payment of \$25,000 and 1,000 damage settlements per year used to buy a replacement vehicle.

The average weighted Wyoming sales tax rate is 5.45 percent based on fiscal year 2024 sales and use tax collections. The total amount of estimated exempted sales and use tax is \$1,362,000 (\$25,000 x 1,000 x 5.45%). Approximately 51 percent of the average sales tax rate goes to the General Fund, and the remaining 49 percent goes to cities, towns, and counties.

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