



Dave Heineman
Governor

STATE OF NEBRASKA

DEPARTMENT OF ROADS

Randall D. Peters, P.E., Director - State Engineer
1500 Highway 2 • PO Box 94759 • Lincoln NE 68509-4759
Phone (402)471-4567 • FAX (402)479-4325 • transportation.nebraska.gov

June 10, 2013

Mr. Douglas A. Ewald
State Tax Commissioner
Nebraska Department of Revenue
PO Box 94818
Lincoln, NE 68509

Dear Commissioner Ewald:

Pursuant to Neb. Rev. Stat. 66-4,144 (2004) the Nebraska Department of Roads hereby certifies the variable motor and diesel fuels' excise tax rate for Fiscal Year 2014 (July 1, 2013 through June 30, 2014) be set at 0.5%. This rate, when applied to the average price of fuel paid by state government of \$3.118, will result in a variable fuel tax of 1.6¢ per gallon. The total fuel tax will be as follows:

1.6¢	Variable Tax
14.4¢	Wholesale Tax
7.5¢	NDOR Fixed Tax
<u>2.8¢</u>	City / County Fixed Tax
26.3¢	Total Fuel Tax

Estimates show a fiscal year average fuel tax of 26.3¢ combined with motor vehicle sales tax and registration fees will generate the revenue to meet the Highway Cash Fund appropriation of \$398 million as established by the Legislature and approved by the Governor.

If you have any questions, please contact Marilyn Hayes of the Controller Division at 479-4635.

Sincerely,

A handwritten signature in black ink, appearing to read "Randall D. Peters".

Randall D. Peters P.E.
Director - State Engineer

RP/mh/bf

cc: Governor Dave Heineman
Mike Calvert, Director Legislative Fiscal Office
Mike Lovelace, Legislative Fiscal Analyst
Gerry Oligmueller, State Budget Administrator
Dave Spatz, Budget Analyst
Lauren Kintner, PRO

REVENUE AND EXPENDITURES PROJECTIONS

June 5, 2013

The following revenue projections represent the Department of Roads best estimate as of
Used for: FY-14 & 15 As Appropriated. Used for Cash Flow

	FY-2010	FY-2011	FY-2012	FY-2013	FY-2014
July - December	Price Rate Tax NDOR Share	Price Rate Tax NDOR Share	Price Rate Tax NDOR Share	Price Rate Tax NDOR Share	Price Rate Tax NDOR Share
Whole Sale Price / Tax (NDOR)	1,944 5.0% 9.7 6.4 24.2%	1,940 5.0% 9.7 6.4 23.6%	2,267 5.0% 11.3 7.5 28.4%	2,780 5.0% 13.3 8.8 33.6%	2,880 5.0% 14.4 9.4 38.4%
Variable Price / Tax	1,567 4.1% 6.4 6.4 24.2%	2,371 3.0% 7.1 7.1 26.2%	3,378 1.4% 4.7 4.7 17.9%	3,269 0.8% 2.6 2.6 9.9%	3,118 0.5% 1.6 1.6 5.9%
State Base Tax	7.5 7.5 28.4%	7.5 7.5 27.7%	7.5 7.5 28.5%	7.5 7.5 28.5%	7.5 7.5 28.6%
City / County Base Tax	2.8 2.8	2.8 2.8	2.8 2.8	2.8 2.8	2.8 2.8
Total Tax	26.4 20.3 76.9%	27.1 21.0 77.5%	26.3 19.7 74.7%	26.2 18.9 72.1%	26.3 18.9 72.1%
January - June	1,514 actual wholesale price	27.1	26.3	26.2	26.3
Whole Sale Price / Tax	1,740 5.0% 8.7 5.7 21.4%	2,139 5.0% 10.7 7.1 26.8%	2,460 5.0% 12.3 8.1 30.4%	2,860 5.0% 14.3 9.4 38.4%	2,880 5.0% 14.4 9.4 38.4%
Variable Price / Tax	2,160 3.60% 7.8 7.8 29.1%	2,458 2.20% 5.4 5.4 20.5%	3,178 1.3% 4.1 4.1 15.4%	3,412 0.0% 0.0 0.0 0.0%	3,300 0.5% 1.7 1.7 6.3%
State Base Tax	7.5 7.5 28.0%	7.5 7.5 28.4%	7.5 7.5 28.1%	7.5 7.5 28.1%	7.5 7.5 28.1%
City / County Base Tax	2.8 2.8	2.8 2.8	2.8 2.8	2.8 2.8	2.8 2.8
Total Tax	26.8 21.0 79.7%	26.4 20.0 73.7%	26.7 19.7 75.0%	24.6 16.9 64.6%	26.4 17.9 64.6%
Fiscal Year Average	26.6 20.7	26.8 20.5	26.5 19.7	25.4 17.9	26.4
RECEIPTS (in thousands)	122,950	134,915	148,554	149,514	153,650
Base State Receipt	243,823	256,911	241,909	221,590	226,415
Motor Fuel Receipt	\$396,773	\$391,826	\$390,463	\$371,204	\$380,065
Subtotal	114	0	21,826	22,289	18,493
Campin Receipt	366,897	391,826	412,289	393,493	398,558
Total Receipts	368,000	370,000	350,000	375,000	398,000
Appropriation	(1,113)	21,826	22,289	18,493	558
Over/Under	-0.3%	5.9%	5.7%	4.93%	1.3%
Surface Transportation Program Size	\$487 Includes \$161 ARRA	\$316	\$343	\$372 As Published	\$430
CONSUMPTION (in thousands)	Gallons	Gallons	Gallons	Gallons	Gallons
Diesel	365,132	399,280	403,378	390,151	390,151
IFTA	34,872	13,933	15,789	20,425	19,685
sub	400,004	413,213	419,177	410,576	409,836
Gasoline	831,952	844,672	812,790	812,846	820,975
Total	1,231,956	1,257,895	1,231,967	1,223,422	1,230,811
1% Consumption: Change in Revenue (in thousands)	Total	Total	Total	Total	Total
Gasoline	12,319,560	12,578,850	12,319,670	12,234,225	12,308,109
Diesel	(7,300)	(7,500)	(3,353)	(7,145)	(7,462)
CARRIER ENFORCEMENT	(2,000)	(2,000)	(1,700)	(1,700)	(1,500)
MOTOR FUEL TAX ENFORNMT	(1,950)	(8,000) Issued 2011 @ \$3.30 per plate	(3,550)	(2,150)	(1,650)
License Plate Transfer	5,000				
Cash Reserve Fund Transfer, FY 10 per SI					

Marilyn Hagan 6-5-13

Rebecca J. Fleming 6/5/13

Paul Strobel 6-5-

	FY-2010 ACTUAL	% CHG	FY-2011 ACTUAL	% CHG	FY-2012 ACTUAL	% CHG	FY-2013 BEST EST	% CHG	FY-2014 ESTIMATE	% CHG	FY-2015 ESTIMATE	
GASOLINE Fixed	59,039	6.6%	62,956	-2.6%	61,307	-1.0%	60,698	1.4%	61,546	2.0%	62,784	1,238
Wholesale Tax	44,476	25.0%	55,592	13.6%	63,161	15.5%	72,972	6.8%	77,934	2.1%	79,586	1,651
Variable	59,860	-8.3%	54,915	-32.5%	37,043	-62.6%	13,873	-11.9%	12,225	15.7%	14,149	1,923
GASOLINE	\$163,375	6.2%	\$173,463	-6.9%	\$161,511	-8.6%	\$147,542	2.8%	\$151,706	3.2%	\$156,519	4,813
DIESEL / IFTA =Fixed	27,967	8.4%	30,307	0.7%	30,518	-0.1%	30,488	-0.6%	30,295	0.1%	30,328	33
Wholesale Tax	22,679	18.2%	26,807	17.2%	31,425	16.6%	36,649	4.7%	38,363	0.2%	38,444	82
Variable	29,802	-11.6%	26,334	-29.9%	18,455	-62.0%	7,011	-13.7%	6,051	12.9%	6,835	783
SPECIAL	\$80,448	3.7%	\$83,448	-3.7%	\$80,398	-7.8%	\$74,148	0.8%	\$74,709	1.2%	\$75,607	898
REGISTRATIONS	24,758	0.3%	24,824	6.8%	26,503	1.2%	26,824	0.0%	26,824	1.0%	27,092	268
NEW PLATE FEES	996	258.3%	3,569	17.9%	4,209	-75.1%	1,050	2.9%	1,080	0.0%	1,080	0
LESS PLATE FUND	(3,040)	16.7%	(3,547)	-46.5%	(1,896)	-39.3%	(1,150)	-32.8%	(773)	51.7%	(1,173)	(400)
SUB	22,714	9.4%	24,846	16.0%	28,816	-7.3%	26,724	1.5%	27,131	-0.5%	26,999	(132)
PRORATE	9,905	1.3%	10,035	5.9%	10,627	4.4%	11,093	0.5%	11,148	1.0%	11,260	111
REGISTRATIONS	\$32,619	6.9%	\$34,881	13.1%	\$39,443	-4.1%	\$37,817	1.2%	\$38,279	-0.1%	\$38,259	(21)
SALES TAX	80,266	11.0%	89,083	7.5%	95,799	4.8%	100,355	4.0%	104,369	3.0%	107,500	3,131
TrustFund INTEREST	267	31.5%	351	-15.1%	298	8.1%	322	-6.5%	301	1.0%	304	0
TOTAL TRUST FUND	\$356,975	6.8%	\$381,226	-1.0%	\$377,449	-4.6%	\$360,184	2.5%	\$369,365	2.4%	\$378,190	0
INTEREST Hwy Cash/Roads Ops	1,644	84.3%	3,030	14.3%	3,464	-13.4%	3,001	-16.7%	2,500	-10.0%	2,250	(250)
SALE OF SUPP & MATL	1,880	16.5%	2,190	6.7%	2,337	12.7%	2,634	-16.5%	2,200	0.0%	2,200	0
SALE OF EQUIP	1,401	-66.7%	467	233.8%	1,559	-55.1%	700	42.9%	1,000	0.0%	1,000	0
EXCESS LIMITS	2,003	17.3%	2,350	10.9%	2,605	-2.9%	2,530	-1.2%	2,500	0.0%	2,500	0
OVERLOAD FINES	1,091	-3.8%	1,050	-10.5%	940	-14.5%	804	24.4%	1,000	0.0%	1,000	0
OTHER	1,779	-15.0%	1,513	39.3%	2,108	-35.9%	1,351	11.0%	1,500	0.0%	1,500	0
TOTAL STATE RECPTS	\$366,773	6.8%	\$391,826	-0.3%	\$390,462	-4.9%	\$371,204	2.4%	\$380,065	2.3%	\$388,640	0
2671 GRADE XING	360	0.0%	360	0.0%	360	0.0%	360	0.0%	360	0.0%	360	0
TRAIN MILE TAX	2,869	-3.9%	2,758	2.4%	2,824	0.7%	2,843	2.0%	2,900	0.0%	2,900	0
INTEREST	275	3.6%	285	-32.3%	193	-7.3%	179	20.1%	215	0.0%	215	0
GRADE XING	\$3,504	-2.9%	\$3,403	-0.8%	\$3,377	0.1%	\$3,382	2.7%	\$3,475	0.0%	\$3,475	0
2672 REC ROAD	3,232	5.0%	3,392	1.1%	3,428	0.1%	3,433	-0.1%	3,430	0.9%	3,460	0
INTEREST	208	23.1%	256	-1.2%	253	18.2%	299	0.3%	300	0.0%	300	0
REC ROAD	\$3,440	6.0%	\$3,648	0.9%	\$3,681	1.4%	\$3,732	-0.1%	\$3,730	0.8%	\$3,760	0
7757 ST AID BRIDGE	768	0.0%	768	0.0%	768	0.0%	768	0.0%	768	0.0%	768	0
INTEREST	48	54.2%	74	4.1%	77	-2.6%	75	-60.0%	30	0.0%	30	0
ST AID BRDG	\$816	3.2%	\$842	0.4%	\$845	-0.2%	\$843	-5.3%	\$798	0.0%	\$798	0
TOTAL STATE FUNDS	\$374,533	6.7%	\$399,719	-0.3%	\$398,365	-4.8%	\$379,161	2.3%	\$388,068	2.2%	\$396,673	0
FEDERAL	\$292,317	-10.1%	\$262,783	15.8%	\$304,287	16.4%	\$354,102	-26.6%	\$259,837	0.0%	\$259,837	0
FHWA	170,482		158,827		274,156	22.8%	336,556	-27.1%	245,500	0.0%	245,500	0
Transit	4,882		5,018		5,245	39.1%	7,295	-13.0%	6,348	0.0%	6,348	0
ARRA = Highways	110,488		92,696		18,002	-97.2%	502	-100.0%	0		0	0
ARRA = Transit	1,514		366		1,028	406.4%	5,206	-52.2%	2,489	0.0%	2,489	0
Highway Safety	4,951		5,876		5,856	-22.4%	4,543	21.1%	5,500	0.0%	5,500	0
Build Nebraska Act									51,000	23.5%	63,000	0
LOCAL	19,000	-35.5%	12,251	-8.4%	11,228	29.1%	14,492	-10.3%	13,000	0.0%	13,000	0
OTHER					7,080	23.0%	8,708	-31.1%	6,000	0.0%	6,000	0
GRAND TOTAL	\$685,850	-1.6%	\$674,753	6.8%	\$720,960	4.9%	\$756,463	-5.1%	\$717,905	2.9%	\$738,510	0
MOTOR FUEL TAX ANALYSIS												
GALLONS												
GASOLINE	831,952	1.5%	844,672	-3.8%	812,790	0.0%	812,846	1.0%	820,975	2.0%	837,394	0
DIESEL (exclude IFTA)	382,516	7.7%	412,113	-2.1%	403,378	-3.3%	390,151	0.0%	390,151	0.0%	390,151	0
TOTAL	1,214,468	3.5%	1,256,785	-3.2%	1,216,168	-1.1%	1,202,997	2.3%	1,230,811	1.4%	1,247,583	0
RECEIPTS												
GASOLINE - Gross							208,179	3.3%	214,946	2.9%	221,072	0
DIESEL - Gross							99,980	2.2%	102,151	0.8%	103,000	0
EPIC Fund Transfer	26,338	3.8%	27,339	-16.7%	22,779	-100.0%	0	#DIV/0!				0
Prod Crs Claimed	(28,150)	-6.4%	(26,361)	-21.8%	(20,615)	-100.0%	0	#DIV/0!	0		0	0
IFTA	9,276	-59.8%	3,727	-17.4%	3,079	68.5%	5,188	0.0%	5,187	2.0%	5,290	0
Tax Enforcemnt Fd	(2,000)	0.0%	(2,000)	-15.0%	(1,700)	0.0%	(1,700)	-11.8%	(1,500)	0.0%	(1,500)	0