

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1606-02
Bill No.: HCS for SB 357
Subject: Insurance - Property: Motor Vehicles; Revenue Department
Type: Original
Date: April 10, 2009

Bill Summary: Exempts trailer dealers from submitting a copy of a current dealer garage policy when submitting their license application and also changes the laws regarding the sale of non-repairable motor vehicles or salvage vehicles to a person who is not a resident of the United States at a salvage pool or salvage dispersal sale

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Total Estimated Net Effect on FTE	0	0	0

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions and Professional Registration** state this proposal will have no fiscal impact on their agency.

According to officials from the **Department of Revenue (DOR)**, this proposed legislation will have a minimal fiscal impact on their agency.

§301.560 - Eliminates the current dealer garage policy requirement for trailer dealers only.

This section will require updates to policies/ procedures, forms, the dealer manual, and web instructions. DOR would notify dealers of the change via titling tips. The costs associated with this section would be absorbed. The programming to eliminate the dealer garage policy requirement would be paid out of an existing pool of hours that have been allocated to the IMVDL project for any changes and or updates as necessary.

§301.218 - Salvage dealers

DOR will need to communicate the provisions of this section via Titling Tips at no expense.

<u>FISCAL IMPACT - State Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Small trailer dealers could see a savings by not being required to have a dealer garage insurance policy.

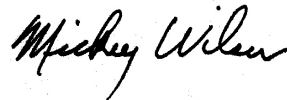
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Department of Insurance, Financial Institutions and Professional Registration



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Director
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