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FISCAL IMPACT REPORT

ORIGINAL DATE 3/9/17

SPONSOR SJC LAST UPDATED _____ HB _____

SHORT TITLE Auto Recycler Reporting to Tax and Rev Department SB CS/CS/139/SJC/SJCS

ANALYST Romero

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY17	FY18	FY19		
\$0.0	\$19.0	\$19.0	Recurring	TRD – MVD Operating

(Parenthesis () Indicate Revenue Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Taxation and Revenue Department

SUMMARY

Synopsis of Bill

The Senate Judiciary Committee Substitute for Senate Corporations and Transportation Committee Substitute for SB 139 adds a new Section to the Motor Vehicle Code requiring auto recyclers to notify the Department of all motor vehicle purchases within forty-eight hours of the close of business on the day the purchase is made. The notification is required to be done electronically to include certain information about the seller, purchaser, vehicle, and intended disposition of the vehicle. Prior to purchase of the vehicle, the auto recycler is to verify with the Department if the motor vehicle has been reported stolen by checking the electronic system established and maintained by the Department. The Department is required to establish and maintain this electronic system and make it available to any law enforcement agency upon request and at no charge. The bill also amends several Sections of the Motor Vehicle Code related to providing electronic forms, and also related to dismantling of vehicles.

The substitute provides clarifying language to the new material.

FISCAL IMPLICATIONS

This will generate revenue through increased Vehicle Registration System (VRS) usage. Right, now only approximately 44% of auto recyclers use the optional National Crime Information Center (NCIC) check available through VRS; by making it mandatory, the number of users will increase as will the number of NCIC checks. Revenue increase is based on approximately 19 thousand additional NCIC checks annually.

IR/al/jle