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FISCAL IMPACT REPORT

SPONSOR	Youngblood/Ruiloba/ Morales	ORIGINAL DATE LAST UPDATED		HB	52/aHCPAC/aHBIC	
SHORT TITI	LE Auto Recycler Ele	ctronic Reporting to TR	D	SB		

ANALYST Romero

<u>REVENUE</u> (dollars in thousands)

	Recurring	Fund		
FY18	FY19	FY20	or Nonrecurring	Affected
	\$19.0	\$19.0	Recurring	TRD – MVD Operating

(Parenthesis () Indicate Revenue Decreases)

Duplicates SB 24

SOURCES OF INFORMATION

LFC Files

<u>No Response Received</u> Taxation and Revenue Department (TRD)

SUMMARY

Synopsis of HBIC Amendment

The House Business and Industry Committee amendment on page 2, lines 6 and 7 strikes current language reference to a reporting deadline on the day a vehicle is purchased by an auto recycler of "forty-eight hours" to be "within two business days following the date the vehicle purchase transaction is complete."

Synopsis of HCPAC Amendment

The House Consumer and Public Affairs Committee amendment on page 11, removes the brackets and line through, "the penalty upon second convition of such offense shall be that provided for a fourth degree felony."

Synopsis of Original Bill

HB 52 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

House Bill 52/aHCPAC/aHBIC - Page 2

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.

FISCAL IMPLICATIONS

According to Taxation and Revenue Department responses on similar legislation in past years: This will generate revenue through increased Vehicle Registration System (VRS) usage. Currently, approximately 44 percent 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/ sb/jle/al/jle