

Department of Motor Vehicles

2002 Fiscal Impact Statement

1. **Bill Number** SB557

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Stosch

3. **Committee** Finance

4. **Title** Motor vehicle sales and use tax; exemption for vehicles purchased by non-Virginia Dealers.

5. **Summary/Purpose:**

Motor vehicle sales and use tax; exemption for vehicles purchased by non-Virginia dealers. Provides an exemption from the motor vehicle sales and use tax for motor vehicles purchased by non-Virginia dealers for future resale. In addition, there is a requirement that dealer's license plates be displayed for dealer vehicles operating upon the public highways is eliminated. This is currently a condition for maintaining the tax exemption on motor vehicles titled in a dealer's name.

6. **Fiscal Impact** Estimates cannot be determined.

7. **Budget amendment necessary:** No.

8. **Fiscal implications:** The revenue impact of this proposal cannot be determined. There will most likely be a positive impact on titling fees collected by DMV, \$10 for each original certificate of title issued. However, DMV is unable to estimate the number of non-Virginia dealers that would want to title in Virginia a motor vehicle purchased in the state for the purpose of resale.

9. **Specific agency or political subdivisions affected:** DMV.

10. **Technical amendment necessary:** No.

11. **Other comments:** No.

Date: 01/17/02/km

Document: SB557.Doc

cc: Secretary of Transportation