

**Department of Motor Vehicles**  
**2002 Fiscal Impact Statement**

**1. Bill Number** SB557

<b>House of Origin</b>	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Engrossed
<b>Second House</b>	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> 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:** 03/08/02/km

**Document:** SB557ER.Doc

cc: Secretary of Transportation