

DEPARTMENT OF TAXATION

2006 Fiscal Impact Statement

1. **Patron** Brian J. Moran

3. **Committee** House Finance

4. **Title** Department of Taxation: Electronic
Receipts of Certain Transactions

2. **Bill Number** HB 1217

House of Origin:

 X **Introduced**

 Substitute

 Engrossed

Second House:

 In Committee

 Substitute

 Enrolled

5. Summary/Purpose:

This bill would require TAX to accept a monthly electronic transfer of the recordation receipt copy on magnetic tape or other acceptable media from the Supreme Court of Virginia, in lieu of a printed paper copy of the receipt.

No effective date is specified for this bill.

6. No Fiscal Impact: Preliminary. (See Line 8.)

7. Budget amendment necessary: No.

8. Fiscal implications:

There is no revenue impact associated with this bill.

TAX has not assigned any administrative costs to this bill because the changes required by a single bill such as this can be implemented as part of the annual changes to our systems and forms. As stand-alone legislation, TAX considers implementation of this bill as "routine," and does not require additional funding.

TAX will provide specific administrative costs on any legislation that is not "routine." Additionally, TAX will review all state tax legislation likely to be enacted prior to the passage by each house. If the aggregate number of routine bills likely to pass either house is unusually large, it is possible that additional resources will be required. If so, TAX will identify the costs at that time.

9. Specific agency or political subdivisions affected:

Department of Taxation
Supreme Court of Virginia

10. Technical amendment necessary: No.

11. Other comments:

Current Law

On a monthly basis, the clerk of every circuit court is required to forward to the county or city's commissioner of revenue and to TAX a copy of the recordation receipt for all deeds for the partition and conveyance of land, other than deeds of trust and mortgages, which were recorded in the previous month.

Proposal

This bill would require TAX to accept a monthly electronic transfer of the recordation receipt copy on magnetic tape or other acceptable media from the Supreme Court of Virginia, in lieu of a printed paper copy of the receipt.

cc : Secretary of Finance

Date: 01/23/2006 CHC
HB1217F161.doc