

*Department of Housing and Community Development  
Commission on Local Government*

**Estimate of Local Fiscal Impact**  
2007 General Assembly Session

**Bill: HB 1817**

**Patron: Suit**

**Date: February 2, 2007**

In accordance with the provisions of §30-19.03 through 30-19.03:1.1 of the Code of Virginia, the staff of the Commission on Local Government offers the following analysis of the above-referenced legislation:

**I. Bill Summary**

HB 1817 would provide that if a vehicle is registered and titled elsewhere in the United States, nothing is to be construed to require titling or registration in the Commonwealth if that vehicle is either (i) owned in full by a non-Virginia resident active duty military service member, activated reserve or national guard member, or mobilized reserve or national guard member stationed or living in Virginia or (ii) jointly owned by a non-Virginia resident active duty military service member, activated reserve or national guard member, or mobilized reserve or national guard member stationed or living in Virginia and his military dependent.

**II. Fiscal Impact Analysis**

The Commission on Local Government received fiscal impact estimates concerning HB 1817 from eight local governments (the Counties of Campbell and Spotsylvania and the Cities of Richmond, Winchester, Danville, Chesapeake and Virginia Beach). Three localities (the County of Campbell and the Cities of Danville and Chesapeake) reported no net reduction in revenue from this measure as they do not identify out of state licensed vehicles for registration or do not collect revenues on non-resident military vehicles. Four localities (County of Spotsylvania and the Cities of Richmond, Winchester and Virginia Beach) reported that the net reduction in revenue resulting from this legislation would be less than \$5,000.

**III. Conclusion**

HB 1817 would impact state revenue collection for some vehicle titling, registration and sales and use taxes, but the fiscal impact resulting in local government revenue reduction is minimal. Even localities with significant military populations estimate no reduction in local revenue or at most a local fiscal impact below \$5,000 annually.