

Department of Motor Vehicles 2008 Fiscal Impact Statement

1. Bill Number: HB28

House of Origin	<u> X </u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Bulova

3. Committee:

4. Title: Titling vehicles; gives applicants the option of providing license number in lieu of Soc. Sec. no.

5. Summary: Titling vehicles; statements in application. Gives applicants for a certificate of title the option of providing their license number as assigned by the Department of Motor Vehicles in lieu of a Social Security number.

6. Fiscal Impact Estimates: This legislation would have no fiscal impact. See Item 8 below.

7. Budget Amendment Necessary: No.

8. Fiscal Implications:

The intent of the legislation is to enhance the privacy of customers' SSNs by eliminating the requirement for anyone purchasing a vehicle and completing a DMV Form 17A (Application for Certificate of Title and Registration) to provide their SSN if they have an existing license number on file with DMV from the issuance of a Driver's License. This existing license number would be provided on the Form 17A instead of the SSN.

It should be noted that a motor vehicle dealer would already have the SSN of the applicant if the vehicle purchase is a cash transaction and exceeds \$10,000. Internal Revenue Code (IRC) Section 6050I requires that any person engaged in a trade or business that receives cash in excess of \$10,000 in a single transaction or in related transactions must file Form 8300, Report of Cash Payments Over \$10,000 Received in a Trade or Business. Form 8300 requires the taxpayer ID number (SSN) of the individual providing the cash to the business.

The motor vehicle dealer would also already have the SSN of the applicant if the transaction is being financed. The applicant would be required to provide his SSN on the application for credit. The dealer would not already have the SSN of the applicant if the transaction is a cash transaction of \$10,000 or less.

The Motor Vehicle Dealer Board has indicated that allowing the DMV license number on the vehicle title application in lieu of the SSN would not pose a problem for dealers.

9. Specific Agency or Political Subdivisions Affected: DMV, Motor Vehicle Dealer Board.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 01/09/08/rwt

Document: G:LLSDATA/2008 Legislation/DPB Fiscal Impact Statements/HB28

cc: Secretary of Transportation