

Department of Planning and Budget

2015 Fiscal Impact Statement

1. Bill Number: HB1279

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron: Garrett

3. Committee: Finance

4. Title: Motor vehicle sales and use tax; expands certain exemption.

5. Summary: This bill expands the exemption from payment of the motor vehicle sales and use tax for gifts of vehicles to certain family members to include gifts to a parent.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary.

7b. Revenue Impact: Indeterminate. See #8 below.

8. Fiscal Implications: While exempting gifts of motor vehicles from children to their parents from the motor vehicle sales and use tax will result in some loss of revenue, there are no data indicating how many vehicles are given to parents by children. Therefore, the amount of revenue that would be lost cannot be calculated. It seems likely, however, that the number of child-to-parent gifts would be far smaller than the numbers of spouse-to-spouse and parent-to-child transfers.

9. Specific Agency or Political Subdivisions Affected: Department of Motor Vehicles.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 1/13/15

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c: Secretary of Transportation