

Department of Planning and Budget 2022 Fiscal Impact Statement

1. Bill Number: HB693

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: Keam

3. Committee: Finance

4. Title: Vehicle registration; personal property tax relief.

5. Summary: This bill requires the application for vehicle registration to include any additional information necessary to determine if a vehicle is a qualifying vehicle for the purpose of personal property tax relief. The bill requires vehicles held in a trust to be evaluated in the same manner as vehicles owned by a natural person.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary. See Item #8.

8. Fiscal Implications: This bill would require the Department of Motor Vehicles (DMV) to implement processes to distinguish when a vehicle titled in the name of a trust is a qualifying vehicle for purposes of tangible personal property tax relief.

To meet the requirements of this bill, DMV would need to implement a system change to ensure the information collected from the title applicant is accurately stored and transmitted to Commissioners of the Revenue to reflect when a vehicle titled in the name of a private trust is used for “nonbusiness purposes.”

The agency anticipates a one-time cost of \$29,460 associated with making the necessary system and programming changes. The 400 staff hours required can be accomplished during the normal work schedules for DMV employees, given current workloads.

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

10. Technical Amendment Necessary: No.

11. Other Comments: None.