

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4571-01
Bill No.: SB 1262
Subject: Motor Vehicles; Revenue Dept.; Insurance – Automobile
Type: Original
Date: February 27, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials with the **Department of Transportation, Department of Insurance, and Office of Secretary of State** assume this proposal would have no fiscal impact on their agencies.

Officials with the **Department of Revenue (DOR)** assume their agency would be required to notify their field offices of the procedural changes contained in this act. DOR estimates a total cost in FY05 totaling \$530 for printing, envelopes, and postage related to this notification. **Oversight** assumes that such notification could take place within the normal parameters of field communication and that the additional notification warranted by this proposal can be done utilizing existing resources already in place or planned.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Local Government

FY 2005
(10 Mo.)

FY 2006

FY 2007

\$0

\$0

\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

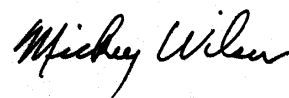
This act redefines "salvage vehicle" to include any vehicle which has been damaged to the extent that the total cost of repairs to rebuild or reconstruct the vehicle to its condition immediately before it was damaged for legal operation on the roads or highways exceeds 75% of the fair market value of the vehicle immediately preceding the time it was damaged. The act stipulates that the total cost of repairs not include the cost of repairing, replacing, or reinstalling tires, sound systems, or any sales tax for parts or materials.

This legislation states that a salvage title shall be negotiable with one reassignment on back by registered dealers or insurance companies only.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Department of Transportation
Department of Insurance
Office of Secretary of State



Mickey Wilson, CPA

L.R. No. 4571-01
Bill No. SB 1262
Page 4 of 4
February 27, 2004

Director
February 27, 2004

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