

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2401 - SB 2550

March 19, 2014

SUMMARY OF BILL: Removes mini-trucks from the “medium speed vehicle” registration class. Defines mini-truck. Specifies that, for vehicle registration purposes, a mini-truck shall be the same as a Class (B) passenger motor vehicle.

ESTIMATED FISCAL IMPACT:

**Increase State Revenue - \$19,300/Highway Fund
\$400/General Fund**

Assumptions:

- Pursuant to Tenn. Code Ann. § 55-4-111 (a)(1), the registration fee for a Class G “medium speed vehicle” is \$9.50 and the fee for a Class B ‘passenger motor vehicle is \$18.75.
- Owners of mini-trucks will experience an increase in annual registration fees of \$9.25 (\$18.75 - \$9.50).
- The exact number of registered mini-trucks is unknown.
- There are approximately 4,264,000 registered motor vehicles in this state.
- For purposes of analysis, it is estimated five-hundredths of a percent of all registered vehicles are mini-trucks or 2,132 (4,264,000 x 0.05 %).
- There will be an increase in annual registration fee revenue of \$19,721 (2,132 mini-trucks x \$9.25).
- Pursuant to Tenn. Code Ann. § 55-6-107, 98 percent of these funds, or \$19,327, will go to the Highway Fund and the remaining \$394 to the General Fund.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Lucian D. Geise, Executive Director

/jdb