

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 730 - SB 789

March 24, 2015

SUMMARY OF ORIGINAL BILL: Authorizes a licensed used motor vehicle dealer to operate multiple businesses at the dealer's established place of business; provided, at least 66 percent of the dealer's established place of business is used for vehicle-related business purposes. Authorizes the dealer to install signs at the place of business for the purpose of advertising the other businesses.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (004901): Deletes all language after the enacting clause. Authorizes a licensed used motor vehicle dealer to operate one additional business at the dealer's established place of business; provided, at least 66 percent of the dealer's established place of business is used for the sale and service of motor vehicles and that the income derived from the additional business is less than 33 percent of the gross income of the dealership. Authorizes the dealer to install signs at the place of business for the purpose of advertising the other businesses.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- The provisions of the bill will not significantly affect the oversight and regulatory operations of the Motor Vehicle Commission.
- Any changes to rules promulgated by the Commission can be made during regularly scheduled commission meetings.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two-year period.
- The Motor Vehicle Commission had an annual surplus of \$929,379 in FY12-13, an annual surplus of \$282,456 in FY13-14, and a cumulative reserve balance of \$1,621,447 on June 30, 2014.

CERTIFICATION:

HB 730 - SB 789

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

A handwritten signature in black ink that reads "Jeffrey L. Spalding". The signature is written in a cursive, flowing style.

Jeffrey L. Spalding, Executive Director

/jdb