

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 305 - SB 530

February 24, 2015

SUMMARY OF BILL: Authorizes the issuance of a Tennessee Association of Realtors specialty earmarked licensed plate for motorcycles.

ESTIMATED FISCAL IMPACT:

Increase State Revenue –

\$1,000/General Fund/FY15-16

\$3,700/Tennessee Association of Realtors/FY15-16

\$2,900/Tennessee Arts Commission/FY15-16

\$700/Highway Fund/FY15-16

\$4,200/Tennessee Association of Realtors/FY16-17 and Subsequent Years

\$3,300/Tennessee Arts Commission/FY16-17 and Subsequent Years

\$800/Highway Fund/FY16-17 and Subsequent Years

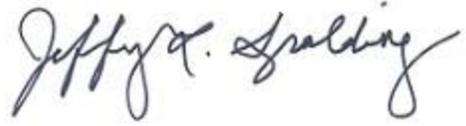
Increase State Expenditures - \$1,000/General Fund/FY15-16

Assumptions:

- As of January 2015, there were 1,189 Tennessee Association of Realtors motor vehicle license plates registered with the Vehicle Services Division. The Department of Revenue assumes 20 percent (238) of these registrants own a motorcycle and would decide to obtain a specialty license plate.
- Two hundred thirty-eight plates will be purchased at \$35 each resulting in revenue of \$8,330 (238 plates x \$35 each).
- One-time production costs of \$4.25 per license plate resulting in one-time expenditures of \$1,011 (\$4.25 x 238 plates).
- Net proceeds from the sale of these plates will be allocated as follows: 50 percent to the Tennessee Association of Realtors; 40 percent to the Tennessee Arts Commission; and 10 percent to the state Highway Fund.

CERTIFICATION:

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



Jeffrey L. Spalding, Executive Director

/lsc