

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 746 - HB 881

March 2, 2023

SUMMARY OF BILL: Effective October 6, 2023, exempts the requirement for a motor vehicle dealer license to sell previously-titled antique or unique motor vehicles at an automobile auction at a motor vehicle festival held in Chattanooga, Tennessee. Repeals the exemption on October 16, 2023.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The Chattanooga Motorcar Festival is held in Chattanooga, TN each year in which proceeds from the festival go to the Neuroscience Center at CHI Memorial Hospital and the NeuroScience Innovation Foundation.
- The Motor Vehicle Commission's (MVC) rules and regulations require anyone who sells more than five motor vehicles in one year to obtain a license as a motor vehicle dealer.
- According to the MVC, during prior instances of the festival auction, a work-around was utilized so sellers were not required to obtain licensure as a motor vehicle dealer.
- Participants in the festival auction would not be required to obtain licensure in the absence of the bill.
- No significant fiscal impact to the MVC.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-sufficient over any two-year period. The MVC experienced a surplus of \$63,997 in FY20-21, a deficit of \$303,887 in FY21-22, and had a cumulative reserve balance of \$1,930,282 on June 30, 2022.

CERTIFICATION:

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

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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