



March 8, 2022

SUMMARY OF BILL AS AMENDED (015158): Waives the vehicle registration renewal fee for a Class A or Class B motor vehicle if the renewal occurs between July 1, 2022 and June 30, 2023.

FISCAL IMPACT OF BILL AS AMENDED:

Decrease State Revenue – \$5,170,000/FY22-23/Police Pay Supplement Fund
\$5,821,400/FY22-23/General Fund
\$110,606,100/FY22-23/Highway Fund

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 55-4-111(a)(1), the registration fee is \$16.75 for a Class A motor vehicle and \$23.75 for a Class B motor vehicle.
- According to information provided by the Department of Revenue, there are approximately 170,000 registered Class A motor vehicles and 5,000,000 registered Class B motor vehicles.
- The estimated decrease in state revenue is \$121,597,500 [(170,000 x \$16.75) + (5,000,000 x \$23.75)] in FY22-23.
- Pursuant to Tenn. Code Ann. § 55-4-111, the first one dollar of the registration fee is credited to the Police Pay Supplement Fund.
- A decrease in state revenue to the Police Pay Supplement Fund of \$5,170,000 [(170,000 x \$1.00) + (5,000,000 x \$1.00)] in FY22-23.
- Of the remaining \$116,427,500 (\$121,597,500 - \$5,170,000), 95 percent or \$110,606,125 (\$116,427,500 x 95%) is allocated to the Highway Fund, while the remaining 5 percent or \$5,821,375 (\$116,427,500 x 5%) is allocated to the General Fund.

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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