

HOUSE COMMITTEE ON APPROPRIATIONS

2009-10 Legislative Session

FISCAL NOTE

SENATE BILL:

1328 PRINTER'S NO:

2078 PRIME SPONSOR: Erickson

FISCAL IMPACT SUMMARY	FY 2010/11	FY 2011/12
Expenditure Increase/ (Decrease):		
Commonwealth Funds	\$0	\$0

OVERVIEW:

Senate Bill 1328 amends the Board of Vehicles Act to prohibit manufacturers from forcing dealers to enter into site-control agreements or exclusive use agreements as a precondition of the dealer obtaining a franchise. Site-control and exclusive use agreements require the dealer to maintain an exclusive dealership on the premises, limit the use and development of the premises and restrict the dealer's ability to transfer, sell, lease or change the use of the dealership premises.

The bill shall take effect in 60 days.

ANALYSIS:

The Department of State has indicated that this bill will have minimal cost to the Board of Vehicles. The Board is self-contained and funds its operations through fees.

PREPARED BY:

Eric Dice, Budget Analyst

House Appropriations Committee, (D)

DATE:

September 29, 2010

General Note and Disclaimer: This Fiscal Note was prepared pursuant to House Rule 19(a), and the elements considered and reported above are required by Section 5 of the rule. Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.