



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 1630

PRINTERS NO. 2079

PRIME SPONSOR: Tobash

COST / (SAVINGS)

FUND	FY 2010/11	FY 2011/12
General Fund	\$0	\$0

SUMMARY: House Bill 1630, Printer's Number 2079, amends the Motor Vehicle Sales Finance Act, further providing for revocation or suspension of license.

ANALYSIS: Act 186 of 2002 amended the Motor Vehicle Sales Finance Act providing a 100% mark-up cap on service contracts, warranties, and debt suspension or cancellation agreements until such time as the Department of Banking adopts guidelines for these aftermarket products. This cap was put into place as an interim measure.

The Department of Banking has not completed a study. The bill maintains the department's authority to review and determine if the mark-ups are excessive. No other state imposes a mark-up cap on these products and removing the cap will allow the free market to determine what cost a consumer will pay for these products.

This act shall take effect in 90 days.

FISCAL IMPACT: Enactment of this legislation will have no adverse fiscal impact on Commonwealth funds.

PREPARED BY: Ritchie LaFaver
House Appropriations Committee (R)

DATE: [Click here to enter a date.](#)

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.