

HB 1636 -- SPECIAL EVENT MOTOR VEHICLE AUCTION LICENSES (Wasson)

COMMITTEE OF ORIGIN: Special Committee on Infrastructure and Transportation Funding

This bill allows the Department of Revenue to issue a special event motor vehicle auction license to an applicant for the purpose of auctioning motor vehicles if 90% or more of the vehicles are 10 years old or older and the duration of the event is no more than three consecutive days and is held no more than two times in a calendar year by the same licensee. A report must be sent to the department director within 10 days of the conclusion of the auction on a department-approved form specifying the make, model, year, and vehicle identification number of every vehicle included in the auction. Anyone violating this provision will be guilty of a class A misdemeanor and will be charged a \$500 administrative fee payable to the department for each vehicle auctioned in violation of this provision.

A special event motor vehicle auction will be considered a public auction for purposes of licensing and inspection of certain documents and odometer readings; however, the licensee will not be required to have a bona fide established place of business.

Applications to hold an auction must be received by the department at least 90 days prior to the beginning of the event. Applicants must be registered to conduct business in this state, pay a licensing fee of \$1,000, and be bonded or have an irrevocable letter of credit in the amount of \$100,000. Applicants will be responsible for ensuring that a sales tax license or special event sales tax license is obtained if required.

FISCAL NOTE: No impact on General Revenue Fund in FY 2011, FY 2012, and FY 2013. Estimated Income on Other State Funds of Unknown - Expected to be less than \$100,000 in FY 2011, FY 2012, and FY 2013.