



Legislative
Council Staff

Nonpartisan Services for Colorado's Legislature

SB 20-167

FINAL FISCAL NOTE

Drafting Number:	LLS 20-0775	Date:	July 30, 2020
Prime Sponsors:	Sen. Hansen; Priola Rep. Becker	Bill Status:	Signed into Law
		Fiscal Analyst:	Jeff Stupak 303-866-5834 Jeff.Stupak@state.co.us

Bill Topic: **ELECTRIC MOTOR VEHICLE MANUFACTURER AND DEALER**

Summary of Fiscal Impact:	<input checked="" type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
	<input checked="" type="checkbox"/> State Expenditure	<input type="checkbox"/> Local Government
	<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill allows a motor vehicle manufacturer that only manufactures electric vehicles to sell directly to customers. The bill may increase state revenue and expenditures beginning in FY 2020-21.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: The fiscal note reflects the enacted bill.

Summary of Legislation

Under current law, motor vehicle manufacturers are only allowed to own, operate, or control a motor vehicle dealer under certain exceptions enumerated in law. The bill creates an additional exception that allows a manufacturer that only manufactures electric vehicles and has no franchised dealers of the same line-make in Colorado to own, operate, or control a motor vehicle dealer. The bill also removes an exception that allowed the ownership, operation, or control of a motor vehicle dealer by a manufacturer if the manufacturer owned, operated, or controlled the motor vehicle dealer on January 1, 2009, and had continuously operated or controlled the dealer since.

State Revenue and Expenditures

To the extent that any electric motor vehicle manufacturers own, operate, or control a motor vehicle dealer location in Colorado, fee revenue will increase. For informational purposes, the current fee for an original motor vehicle dealer is \$639. This revenue is subject to TABOR.

Beginning in FY 2020-21, the bill may minimally increase workload for the Auto Industry Division within the Department of Revenue to process additional motor vehicle dealer licenses. The increase in workload can be accomplished with existing appropriations.

Effective Date

The bill was signed into law by the Governor on March 23, 2020, and takes effect on September 14, 2020, assuming no referendum petition is filed.

State and Local Government Contacts

Information Technology

Revenue