

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION**

**April 7, 2017**

**TO:** Honorable Tan Parker, Chair, House Committee on Investments & Financial Services

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE:** **HB2339** by Thompson, Senfronia (Relating to trade-in credit agreements offered in connection with certain motor vehicle retail installment contracts.), **As Introduced**

**No significant fiscal implication to the State is anticipated.**

The bill would amend the Insurance Code and Finance Code relating to trade-in credit agreements offered in connection with certain motor vehicle retail installment contracts. The bill would define "trade-in credit agreement" and permit a retail seller to offer to sell to a retail buyer a trade-in credit agreement under certain conditions. The bill would require a retail seller to comply with disclosure requirements under state or federal law in addition to additional provisions under the bill. The bill would permit a retail installment contract to include a separate charge amount for the trade-in agreement.

The Department of Insurance, Department of Savings and Mortgage Lending, Department of Banking, Consumer Credit Commission, and Credit Union Department anticipate any additional work resulting from the passage of the bill could be reasonably absorbed within current resources.

**Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 450 Department of Savings and Mortgage Lending, 451 Department of Banking, 454 Department of Insurance, 466 Office of Consumer Credit Commissioner, 469 Credit Union Department

**LBB Staff:** UP, CL, EH, EK