

February 13, 2017

The Honorable Mike Petersen, Chairperson  
Senate Committee on Transportation  
Statehouse, Room 345-S  
Topeka, Kansas 66612

Dear Senator Petersen:

**SUBJECT:** Fiscal Note for SB 89 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 89 is respectfully submitted to your committee.

SB 89 would modify various vehicle and registration fees. The bill would allow the Division of Vehicles in the Department of Revenue or a contractor to collect a \$1.50 service fee for processing and mailing a copy of the title application to the lienholder for any vehicle subject to a lien. The bill would also allow all registration and certificates of title fees to be paid to the Division of Vehicles or a contractor of the Division in addition to the county treasurer. The county treasurer, Division or contractor must deposit \$0.75 out of each license application, \$0.75 out of each application for transfer of license plate, and \$2.00 out of each application for certificate of title to a special fund for use by the county, Division, or contractor to help pay associated administrative expenses. Certain registration and certificate of title fees collected by the Division for commercial motor vehicles or vehicles that are part of a commercial fleet must be credited to the Commercial Vehicle Administrative Fund.

Estimated State Fiscal Effect				
	FY 2018 SGF	FY 2018 All Funds	FY 2019 SGF	FY 2019 All Funds
Revenue	--	\$410,000	--	\$410,000
Expenditure	--	--	--	--
FTE Pos.	--	--	--	--

The Department of Revenue estimates the bill would increase revenue to the Commercial Vehicle Administrative Fund by approximately \$410,000 per year. The Department indicates

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that the bill could affect the amount of collected transaction fees it sends to counties. The agency notes that \$499,257 was sent to counties in calendar year 2014 and \$411,695 was sent in calendar year 2015. Any fiscal effect associated with SB 89 is not reflected in *The FY 2018 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Shawn Sullivan", with a horizontal line extending to the right.

Shawn Sullivan,  
Director of the Budget

cc: Jack Smith, Department of Revenue  
Ben Cleeves, Transportation