Larry L. Campbell, Director



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Laura Kelly, Governor

February 10, 2020

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 342 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 342 is respectfully submitted to your committee.

Under current law, the Department of Revenue is required to mail a notice to each individual at least 30 days prior to the expiration of their driver's license. SB 342 would give the option to the individual to have the Department of Revenue's notification to be performed by electronic mail.

The Department of Revenue estimates that SB 342 would have no fiscal effect on state revenue. The Department indicates that the bill would require \$7,000 from the State General Fund in FY 2021 to implement the bill and to modify the driver's licensing system to allow notifications of an expiring driver's license by electronic mail. The bill has the potential to reduce postage costs from fewer mailed notices; however, without knowing how many individuals that would sign up for this notification, the Department is unable to provide precise estimate of lower postage costs. The required programming for this bill by itself would be performed by existing staff of the Department of Revenue. In addition, if the combined effect of implementing this bill and other enacted legislation exceeds the Department's programming resources, or if the time for implementing the changes is too short, additional expenditures for outside contract programmer services beyond the Department's current budget may be required. Any fiscal effect associated with SB 342 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely, appell

Larry L. Campbell Director of the Budget

cc: Ben Cleeves, Transportation Lynn Robinson, Department of Revenue