

February 24, 2014

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

Dear Senator Petersen:

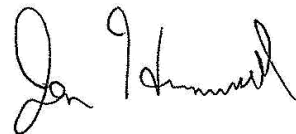
SUBJECT: Fiscal Note for SB 385 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 385 is respectfully submitted to your committee.

In the event that an insurance company is unable to obtain a title voluntarily after 30 days from the date the vehicle owner enters into an oral or written damage settlement agreement where the owner agrees to transfer the title, SB 385 would allow the insurance company to submit an application on a form prescribed by the Division of Vehicles for a salvage title. The form must be accompanied by an affidavit from the insurance company stating that the insurance company is unable to obtain a transfer of the title from the owner and evidence of the damage settlement.

The Department of Revenue indicates the enactment of SB 385 would require the implementation of a new policy and procedure for processing an application for a salvage title without the surrender of the title for the vehicle, but the cost could be absorbed within existing resources.

Sincerely,



Jon Hummell,
Interim Director of the Budget

cc: Steve Neske, Revenue