

February 7, 2022

The Honorable Richard Proehl, Chairperson
House Committee on Transportation
Statehouse, Room 582-N
Topeka, Kansas 66612

Dear Representative Proehl:

SUBJECT: Fiscal Note for HB 2567 by House Committee on Transportation

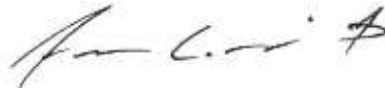
In accordance with KSA 75-3715a, the following fiscal note concerning HB 2567 is respectfully submitted to your committee.

HB 2567 would reduce various administrative fees for vehicle registration and titling, including application fees, license fees, title fees, registration fees, transfer fees, reissuing fees, service fees, and other administrative charges. The bill would also exempt corporations from registration transfer fees on motorcycles, motorized bicycles, passenger vehicles, trailers, semitrailers, trucks or truck tractors when the fees have been paid on such vehicles within the same year they are transferred. The bill would establish a schedule of annual license fees for truck or truck tractors registered as a commercial vehicle based on gross weight. The bill would take effect on and after January 1, 2023 and upon publication in the statute book.

The Department of Revenue estimates that HB 2567 would increase annual revenues to the Division of Vehicles by \$156,000 beginning in FY 2023 for additional title fee transactions. The bill would also require modifications to the automated motor vehicle registration system. The required programming for this bill by itself would be performed by existing staff of the Department of Revenue. 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 HB 2567 is not reflected in *The FY 2023 Governor's Budget Report*.

The Kansas Association of Counties indicates the bill would decrease some administrative service fees and increase others. Therefore, a precise fiscal effect cannot be estimated because it would vary county to county. The League of Kansas Municipalities indicates enactment of the bill would have no fiscal effect.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam Proffitt", with a stylized flourish at the end.

Adam Proffitt
Director of the Budget

cc: Wendi Stark, League of Municipalities
Jay Hall, Association of Counties
Lynn Robinson, Department of Revenue