

January 28, 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 2503 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2503 is respectfully submitted to your committee.

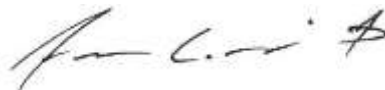
HB 2503 would require registration and license plates for antique vehicles to expire upon transfer of ownership. The bill would allow the original owner of such license plates to register another antique vehicle under the same license plate upon submitting an application and paying a fee of \$1.50. The bill would also allow a vehicle inspection for antique vehicles to be performed by a county sheriff located in the county where the application for certificate of title will be submitted. The bill would allow applications for a certificate of title for antique vehicles using a bill of sale for proof of ownership only if the applicant is a licensed vehicle dealer. If an applicant for a certificate of title for antique vehicles using a bill of sale for proof of ownership is not a licensed vehicle dealer, such applicant would be required to provide proof of insurance and an application for registration of the vehicle at the same time that the person applies for a certificate of title.

The Department of Revenue indicates that enactment of the bill would increase revenues to the State Highway Fund of up to \$5,000 from registration fees each year starting in FY 2023. The agency also indicates antique vehicle policies and procedures would need to be updated in multiple sections of the County Treasurers Manual. The required changes 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 resources, or if the time for implementing the changes is too short, additional expenditures for outside contract services beyond the Department's current budget may be required.

The Highway Patrol indicates that enactment of the bill could result in county sheriffs, instead of Kansas Highway Patrol Vehicle Identification Number (VIN) Inspectors, conducting VIN inspections. If all such inspections would be conducted by county sheriffs instead of the Patrol, the subsequent annual reduction in revenue would total approximately \$1,404 beginning in FY 2023. Any fiscal effect associated with HB 2503 is not reflected in *The FY 2023 Governor's Budget Report*.

The Kansas Association of Counties indicates that enactment of the bill could result in additional revenue and administrative expenditures for county sheriffs conducting VIN inspections. However, a precise fiscal effect cannot be estimated because the frequency of such inspections is unknown.

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: Sherry Macke, Highway Patrol
Lynn Robinson, Department of Revenue
Jay Hall, Association of Counties