

February 3, 2021

The Honorable Richard Proehl, Chairperson
House Committee on Transportation
Statehouse, Room 581B-W
Topeka, Kansas 66612

Dear Representative Proehl:

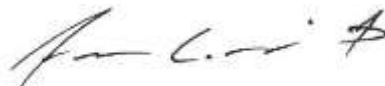
SUBJECT: Fiscal Note for HB 2165 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2165 is respectfully submitted to your committee.

HB 2165 would amend the definition an antique vehicle to mean any vehicle, including an antique military vehicle, more than 35 years old, propelled by a motor using petroleum fuel, steam or electricity, or any combination thereof, regardless of the age of the components or equipment installed on the vehicle.

The Kansas Department of Revenue (KDOR) indicates HB 2165 would increase the number of permanent antique vehicle registrations which would reduce revenues from registration fees sent to the Department of Transportation. The Department indicates there are 68,444 vehicles currently registered, which are not registered as antique and could potentially qualify as antique under the provisions of this bill. Consequently, KDOR estimates that the average annual loss of revenue would be \$1.9 million to the State Highway Fund. In addition, KDOR estimates the bill would increase administrative expenses by \$1,432 to update policy and procedures. Any fiscal effect associated with HB 2165 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue