## SESSION OF 2009

#### SUPPLEMENTAL NOTE ON SENATE BILL NO. 122

# As Recommended by Senate Committee on Transportation

## **Brief\***

SB 122 would reduce the classification of a rebuilt salvage vehicle by two classes. The reduction would be recorded on any title for a rebuilt salvage vehicle issued on and after January 1, 2010. It would be valid for the initial registration of the vehicle.

## Background

The bill was requested by Representative Bob Bethell, who testified in favor of the bill. Also testifying in favor of the bill were Jeannine Bateman, Marion County Treasurer, and Joe Grisolano, Crawford County Treasurer and Secretary of the Kansas County Treasurers Association. There was no other testimony on the bill.

"Rebuilt salvage vehicle" is defined in current state law (KSA 2008 Supp. 8-197). Vehicle taxable values are largely based on classification. In general, classifications are assigned based on the average value of a vehicle of that particular make and model.

According to the Division of the Budget fiscal note, the Department of Revenue estimated \$300,000 in additional state revenues from re-titling 37,500 vehicles. (Of the \$10 paid for each new title, \$2 is retained by the local county treasurer, \$3.50 goes to the Kansas Highway Patrol Motor Vehicle Fund, \$1.50 goes to the State Highway Fund, and the remaining \$3 goes to the Department's VIPS/CAMA Technology Hardware Fund.) The Department also estimated costs of \$43,760 for modifications to the agency's automated tax system.

<sup>\*</sup>Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.kslegislature.org