

February 19, 2013

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 164 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 164 is respectfully submitted to your committee.

SB 164 would allow the Department of Revenue to contract out to a private organization, any services associated with motor vehicle functions if the Director of Motor Vehicles determines that a county treasurer has failed to:

1. Comply with Article 1 of Chapter 8 of the *Kansas Statutes Annotated*, relating to motor vehicle functions;
2. Comply with rules and regulations established by the Department; or
3. Enter into and abide by a contract with the Department to ensure minimum standards and practices are maintained in the performance of assigned motor vehicle functions.

The Secretary of Revenue would be authorized to adopt rules and regulations in order to implement and administer the provisions listed above and those that would enable the Department to do the following:

1. Enter into contracts with the county treasurers to perform motor vehicle functions;
2. Create minimum standards and practices for the performance of motor vehicle functions;
4. Require criminal background reviews of county treasurers and their staff that will be performing motor vehicle functions, if needed;
5. Establish and set the limits on the additional, non-statutory fees, if any, that a contractor may charge a person for services relating to motor vehicle functions; and

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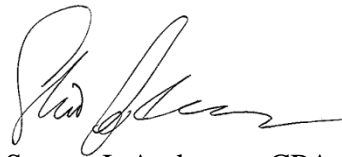
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6. Create efficient and rapid administrative processes for suspending or revoking a treasurer's ability to perform motor vehicle functions on behalf of the Department if such treasurer violates applicable laws, rules and regulations, or the treasurer's written contract with the Department.

Any order of the Department suspending or revoking a county treasurer's authorization to perform motor vehicle functions for the State of Kansas must include requirements for the county treasurer's reinstatement. The bill provides definitions for contractor and motor vehicle functions.

The Department of Revenue indicates that passage of SB 164 would have no fiscal effect on its revenues or expenditures.

Sincerely,

A handwritten signature in black ink, appearing to read "Steven J. Anderson", with a long horizontal flourish extending to the right.

Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Steve Neske, Revenue