

KANSAS AUTOMOBILE DEALERS ASSOCIATION

March 16, 2017

To: The Honorable Richard Proehl, Chairman

and Members of the House Transportation Committee

From: Don L. McNeely, KADA President

Re: SB 88 - AN ACT concerning motor vehicles; relating to repossessed vehicles,

certificates of title, fees; repealing the repossessed certificates of title

fee fund.

Good afternoon, Chairman Proehl and Members of the House Transportation Committee. My name is Don McNeely, and I serve as the President and CEO of the Kansas Automobile Dealers Association (KADA) which represents the franchised new motor vehicle industry in Kansas. I am also President of Kansas Vehicle Title Services Company, LLC (KVTSC), a third-party contractor to the Kansas Division of Motor Vehicles, which processes bulk industry title transactions.

On behalf of KADA and KVTSC, we would like to express our support for Senate Bill 88. In calendar year 2016, KVTSC processed over 6000 repo transactions. We are currently remitting the \$3 repossession title fee from every repo transaction that we process daily to the Division of Vehicles. The monthly total of the \$3 fees which KVTSC has remitted is then returned to KVTSC the following month. SB 88 would eliminate two unnecessary steps and thus, improve efficiency.

Thank you for allowing us to provide some comments in regard to SB 88, and we respectfully request the Committee's support of this proposal.