Larry L. Campbell, Director



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Laura Kelly, Governor

February 12, 2020

The Honorable Robert Olson, Chairperson Senate Committee on Financial Institutions and Insurance Statehouse, Room 236-E Topeka, Kansas 66612

Dear Senator Olson:

SUBJECT: Fiscal Note for SB 352 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 352 is respectfully submitted to your committee.

SB 352 would enact the Peer-to-Peer Vehicle Sharing Program Act. The bill outlines, among other things, liability insurance and licensing requirements for drivers participating in, and companies providing, a peer-to-peer vehicle sharing program. The bill would take effect and be in force from and after January 1, 2021, and its publication in the statute book.

The Kansas Department of Revenue states additional expenditures of \$1,800 from the State General Fund in FY 2021 would be needed to update forms and publications. Also, the agency states that according to research published by the National Conference of State Legislatures (NCSL) in January 2020, eight states have approved peer-to-peer car sharing legislation, with one state approving a feasibility study on establishing a peer-to-peer car sharing regulatory framework. The NCSL reports that the number of peer-to-peer car sharing members is unknown. The Department states that according to industry data, peer-to-peer car rentals can run from \$20 to over \$250 per day depending on the model of the vehicle. In calendar year 2018, almost 2.7 million vehicles were registered in the State of Kansas. Any fiscal effect associated with SB 352 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,

appell Larry L. Campbell

Director of the Budget

cc: Lynn Robinson, Department of Revenue Ben Cleeves, Transportation Bobbi Mariani, Insurance Willie Prescott, Office of the Attorney General