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Laura Kelly, Governor

March 7, 2022

The Honorable Mike Petersen, Chairperson Senate Committee on Transportation Statehouse, Room 546-S Topeka, Kansas 66612

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 529 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 529 is respectfully submitted to your committee.

SB 529 would require the Secretary of Revenue to adopt and administer rules and regulations to implement a program to allow an electronic online renewal of an identification card. An electronic online renewal applicant would be required to have previously provided documentation of identity, lawful presence, and residency to the Division of Vehicles of the Department of Revenue for electronic scanning. The Division could rely on its most recent, existing color digital image and signature image of an applicant for a nondriver's identification card. The bill details other requirements the Division would follow for renewals.

The bill would require that, on the front of an identification card, the applicant's facial image would be displayed by either a laser engraved photograph or a digital image or photograph. The bill also requires the Division to report to the House and Senate Committees on Transportation prior to February 1, 2023, regarding the process and the effects of implementing the online renewal.

The Department of Revenue states that it would require its Division of Vehicles information technology section to perform 180 hours of work, which would cost \$9,000 from the State General Fund in FY 2023. In addition, the agency indicates that vendor work would need to be performed; however, an estimate for this cost is unknown. The required programming for this bill by itself would be performed by existing staff of the Department of Revenue. In addition, if the combined effect of implementing this bill and other enacted legislation exceeds the Department's programming resources, or if the time for implementing the changes is too short, additional expenditures for outside contract programmer services beyond the Department's current

budget may be required. In addition, a \$2.00 convenience fee for renewing a driver's license online, as opposed to going into an office, would be charged to the customer; however, this fee will be collected and retained by the vendor. Any fiscal effect associated with SB 529 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: Lynn Robinson, Department of Revenue