

March 9, 2021

The Honorable Richard Proehl, Chairperson
House Committee on Transportation
Statehouse, Room 581B-W
Topeka, Kansas 66612

Dear Representative Proehl:

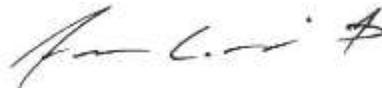
SUBJECT: Fiscal Note for HB 2341 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2341 is respectfully submitted to your committee.

HB 2341 would permit first and second stage vehicle manufactures to be vehicle dealers and would eliminate territory restrictions for vehicle dealers. The bill would also exempt a vehicle loan from stipulating an interest receivable rate not to exceed 15.0 percent per annum on a bond, bill, promissory note, or other instrument of writing for the payment of forbearance of money unless otherwise authorized by law. The bill would allow the creditor of a vehicle loan to receive an interest rate of 10.0 percent when no other interest rate is agreed upon.

The Department of Revenue indicates that enactment of the bill would reduce expenditures by approximately \$360 per year for the Dealer Licensing Program from reduced workload. Any fiscal effect associated with HB 2341 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Ben Cleaves, Transportation