

SESSION OF 2006

SUPPLEMENTAL NOTE ON SENATE BILL NO. 496

As Recommended by Senate Committee on
Transportation

Brief*

S.B. 496 would extend the amount of time a dealer or secured party has to file a notice of security interest in a motor vehicle with the Division of Vehicles from 20 to 30 days from the date of sale and delivery.

Background

Don McNeely, President of the Kansas Automobile Dealers Association, testified in support of the bill. He said the bill conforms Kansas law with the 2005 revision of the Federal Bankruptcy Code. The amendment would allow both the creditor and the Division of Vehicles additional time in which to process the transaction and perfect the security interest upon the vehicle's title.

There were no other conferees who presented testimony on the bill.

The fiscal note prepared by the Director of the Budget states that the Department of Revenue indicates that the bill would have no effect on state revenues or agency operations.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>