

February 25, 2020

The Honorable Jene Vickrey, Chairperson
House Committee on Insurance
Statehouse, Room 276A-W
Topeka, Kansas 66612

Dear Representative Vickrey:

SUBJECT: Fiscal Note for HB 2634 by Representative Hodge

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2634 is respectfully submitted to your committee.

Under current law, failure to maintain liability insurance would result in a fine between \$300 and \$1,000. If a person is convicted again of the same violation within three years, the fine would be between \$800 and \$2,500. HB 2634 would remove the minimum fine requirement in both instances for failure to maintain liability insurance coverage.

According to the Department of Revenue, the fines that would be collected are deposited into the State Highway Fund. However, it is impossible to know the amount of fine that would be given for these violations if the bill were enacted. Therefore, the effect to the State Highway Fund cannot be estimated. Any fiscal effect associated with HB 2634 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,



Larry L. Campbell
Director of the Budget

cc: Bobbi Mariani, Insurance
Lynn Robinson, Department of Revenue