

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2019 REGULAR SESSION**

MEASURE

2019 BR NUMBER 0043

HOUSE BILL NUMBER 334

TITLE AN ACT relating to off-highway vehicles and making an appropriation therefor.

SPONSOR Representative Brandon Reed

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED: Vehicle Regulation

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED AVIS Replacement Fund, County Clerk IT Improvement Fund, County Clerk Revenue Supplement Fund

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		Indeterminable	Indeterminable
EXPENDITURES		Indeterminable	
NET EFFECT		(Indeterminable)	Indeterminable

() indicates a decrease/negative

PURPOSE OF MEASURE: The measure requires the registration and allows the usage of off-highway vehicles (OHVs) on any public roadway that is not a fully controlled access highway.

FISCAL EXPLANATION: The fiscal impact of this measure is indeterminable due to the unknown number of OHVs in Kentucky and the uncertain nature of the expenses.

In order to comply with the bill, the Transportation Cabinet (KYTC) will need to make programmatic changes to its IT system. KYTC is currently in the process of updating its current system, the Automated Vehicle Information System (AVIS) to the new system, the Kentucky Automated Vehicle Information System, (KAVIS). KYTC expects that its cost of reprogramming will be much higher under the old legacy system of AVIS than it would be under KAVIS, so the total amount of funds needed for reprogramming is uncertain.

KYTC also anticipates the need for a media campaign in order to inform the public about the presence of OHVs on the roads as well as the requirements for driving one legally. Currently, KYTC does not have an estimate for the cost of this campaign.

This bill would increase revenues as a result of the increase in registrations and titling of OHVs. Since current law does not require the owner to title and register their OHV, KYTC has no estimate for the

amount of OHVs in Kentucky, and thus no estimate for the amount of OHVs that would register and title their vehicle under this bill. This bill would also slightly increase the amount of fines generated from traffic violations from residents operating OHVs in an illegal manner, but again, the amount would be indeterminable. At full implementation the reprogramming costs will have been paid and the state will be collecting slightly more registration and titling fees.

*KRS 6.945 may apply and any fiscal impact upon cities would be addressed in a local mandate.

DATA SOURCE(S): KYTC, LRC Budget Review, Finance and Administration Cabinet

PREPARER: Justin Perry NOTE NUMBER: 74 REVIEW: JAB DATE: 2/22/2019