

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT  
LEGISLATIVE RESEARCH COMMISSION  
2024 REGULAR SESSION**

**MEASURE**

2024 BR NUMBER 1823

HOUSE BILL NUMBER 434

**TITLE AN ACT** relating to identity documents.

**SPONSOR** Representative Kevin Jackson

**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 \_\_\_\_\_

FISCAL ESTIMATES	2023-2024	2024-2025	2025-2026	ANNUAL IMPACT AT FULL IMPLEMENTATION
<b>REVENUES</b>				
<b>EXPENDITURES</b>		Indeterminable, Minor <\$100,000	Indeterminable, Minor <\$100,000	Appropriations will adjust accordingly
<b>NET EFFECT</b>		(Indeterminable, Minor <\$100,000)	(Indeterminable, Minor <\$100,000)	Appropriations will adjust accordingly

( ) indicates a decrease/negative

**PURPOSE OF MEASURE:** This legislation establishes a process for third-party entities to issue operator’s licenses and personal identification cards, requires the Kentucky Transportation Cabinet (Cabinet) to promulgate administrative regulations, requires third-party entities to assume their own costs for hardware to facilitate applications, and allows third-party services to charge fees for the services provided.

**FISCAL EXPLANATION:** HB 434 will have a minor impact on expenditures for the Cabinet in relation to the costs of required federal fingerprint/background checks (\$50 each) for anyone non-Cabinet related who would have access to the Kentucky Driver Licensing Information System (KDLIS). The Cabinet has provided that federal requirements related to access to KDLIS have added an administrative burden within the Division of Driver Licensing that may result in the need for future personnel positions in order to meet the federal requirements.

Third-party entities may require an additional fee for the services rendered, but it is assumed any additional fees will be paid directly to the third-party in addition to the fees set forth in KRS 186.531, with only the statutory portion being returned to the Cabinet.

**DATA SOURCE(S):** KYTC, LRC Staff

**PREPARER:** Savannah Wiley **NOTE NUMBER:** 156 **REVIEW:** JB **DATE:** 3/12/2024