

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2025 REGULAR SESSION**

MEASURE

2025 BR NUMBER 972

SENATE BILL NUMBER 63

TITLE AN ACT relating to street-legal special purpose vehicles.

SPONSOR Senator Brandon Storm

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: Kentucky Transportation Cabinet (KYTC) - Vehicle Regulation

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED Multiple

FISCAL ESTIMATES	2024-2025	2025-2026	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		Indeterminable	Indeterminable
EXPENDITURES		\$100,000-\$492,000	<\$392,000
NET EFFECT		(Indeterminable)	(Indeterminable)

() indicates a decrease/negative

PURPOSE OF MEASURE: This measure establishes definitions, requires registration, and establishes annual registration fees for street-legal special purpose vehicles.

FISCAL EXPLANATION: Senate Bill (SB) 63 is projected to have an indeterminate negative fiscal impact on the Kentucky Transportation Cabinet's (KYTC) Department of Vehicle Regulation. Although the legislation establishes annual registration fees at \$9 per vehicle, the total revenue impact cannot be determined due to uncertainty regarding the number of vehicles that will qualify under the new street-legal special purpose vehicle designation.

Implementation of SB 63 will necessitate modifications to the Kentucky Automated Vehicle Information System (KAVIS). This one-time system upgrade is estimated not to exceed \$100,000 in fiscal year (FY) 2026.

KYTC anticipates recurring operational costs of approximately \$392,000 annually, comprising of \$317,000 for three additional staff positions within the Division of Motor Vehicle Licensing to manage increased workload, and \$75,000 for enhanced enforcement activities within the Motor Vehicle Commission.

DATA SOURCE(S): KYTC

PREPARER: Savannah Wiley **NOTE NUMBER:** 62 **REVIEW:** JMR **DATE:** 2/17/2025