### SESSION OF 2006

#### SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2878

# As Amended by Senate Committee on Transportation

## **Brief\***

HB 2878, as amended, would allow any interstate motor fuel user to obtain a 24-hour or 72-hour motor fuel permit which would authorize one commercial motor vehicle to be operated for those time periods within the state without complying with the other provisions of the Interstate Motor Fuel Use Act and in lieu of the tax on motor fuel. The bill also would allow these permits to be purchased in multiples of three. The 24-hour motor fuel permit would cost \$13 while the fee for the 72-hour permit would be \$25.

## Background

Conferees who testified in the House and Senate Committee in support of the bill included representatives of the Kansas Motor Carrier Association and of the Kansas Grain and Feed Association. Proponents of the bill noted that the change would provide uniformity among the states. No one testified against the bill.

The Senate Transportation Committee amendments would allow motor carrier operators to purchase a motor fuel permit to allow them to make multiple trips within the 24 or 72-hour period. Existing law allows trip permits to be used for only one trip.

The original fiscal note of the Department of Revenue indicates that any increase in revenue resulting from enactment of the bill would be less than \$100,000. During calendar year 2005, a total of almost 10,000 trip permits were sold with revenue of over \$129,000. The agency does not expect nearly doubling the fee to double revenues, because it expects fewer trip permits would be sold. The agency indicates that the bill could be implemented within existing resources.

<sup>\*</sup>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