

January 28, 2014

The Honorable Mike Petersen, Chairperson
Senate Committee on Transportation
Statehouse, Room 345-S
Topeka, Kansas 66612

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 273 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 273 is respectfully submitted to your committee.

SB 273 would provide that, on and after January 1, 2015, any owner or lessee of one or more passenger vehicles or trucks registered for a gross weight of 20,000 pounds or less may be issued one Rotary International license plate for each vehicle upon payment of a royalty payment between \$25 and \$100. Certain other requirements that are consistent with other specialty plates are also specified in the bill.

| Estimated State Fiscal Effect | | | | |
|-------------------------------|----------------|----------------------|----------------|----------------------|
| | FY 2014 SGF | FY 2014 All Funds | FY 2015 SGF | FY 2015 All Funds |
| Revenue | -- | -- | -- | \$40,000 |
| Expenditure | -- | -- | -- | \$26,180 |
| FTE Pos. | -- | -- | -- | -- |

The Department of Revenue estimates that the new Rotary International plate created in SB 273 would increase state revenues by \$40,000 in FY 2015. Of this amount, \$20,000 would be credited to the State Highway Fund from a provision in KSA 8-1,141, which subjects the plate to a minimum of 500 plates for the initial issuance and a \$40 personalized plate fee. The \$40,000 also includes \$20,000 which is required of the sponsoring organization and credited to the Distinctive License Plate Fund to help the Department defray the costs associated with the development of the new plate.

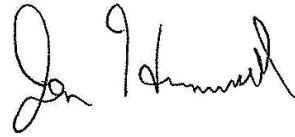
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The Department estimates the bill would increase its expenditures by \$26,180 from the Division of Vehicles Operating Fund in FY 2015, which includes \$1,400 for 40 hours of user testing at \$35 per hour and \$24,780 for the initial order of 3,000 auto and truck plates at \$8.26 per plate. Any fiscal effect associated with SB 273 is not reflected in *The FY 2015 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Jon Hummell". The signature is written in a cursive style with a large initial "J" and "H".

Jon Hummell,
Interim Director of the Budget

cc: Steve Neske, Revenue