

February 10, 2016

The Honorable Richard Proehl, Chairperson  
House Committee on Transportation  
Statehouse, Room 581-W  
Topeka, Kansas 66612

Dear Representative Proehl:

**SUBJECT:** Fiscal Note for HB 2563 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2563 is respectfully submitted to your committee.

HB 2563 would require a non-refundable \$50 application fee for a restricted motorized bicycle driver's license. This bill would require all proceeds from the fee to be deposited in the Division of Vehicles Operating Fund to offset the additional administrative costs to implement restricted driving privileges.

The Department of Revenue estimates that HB 2563 would require \$12,040 from the Division of Vehicles Operating Fund for administrative costs to implement the bill, including updating instructions for county officials and exam stations, and to modify the driver's license processing system. The required programming for this bill by itself would be performed by existing staff of the Department of Revenue. However, if the combined effect of implementing this bill and other enacted legislation exceeds the Department's programming resources, or if the time for implementing the changes is too short, expenditures for outside contract programmer services beyond the Department's current budget may be required.

The Department of Revenue indicates that bill would increase revenues to the Division of Vehicles Operating Fund. However, any additional revenues from the new \$50 fee would cover the costs to process applications and to issue restricted motorized bicycle driver's licenses. Any fiscal effect associated with HB 2563 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,  
Director of the Budget

cc: Jack Smith, Department of Revenue