

SESSION OF 2015

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2013

As Amended by Senate Committee on
Transportation

Brief*

HB 2013 would authorize the Omega Psi Phi distinctive license plate. The bill would allow any owner or lessee of one or more passenger vehicles or trucks registered for a gross weight of 20,000 pounds or less to apply for the new plate after paying annual vehicle registration fees and a logo use royalty fee between \$25 and \$100 to Omega Psi Phi. The bill would require Omega Psi Phi to design and pay the initial cost of silk-screening for the license plates. Payments from the Omega Psi Phi royalty fund would be made on a monthly basis to the appropriate designee of Omega Psi Phi.

Background

Representative Finney requested the bill and testified as a proponent of it in the House Committee on Transportation. A member of the Omega Psi Phi district executive leadership body submitted written testimony in support of the bill. Testimony included information on the fraternity's membership, principles, and service to the community and stated proceeds from the sale of the license plates would be used for scholarships. There was no other testimony.

The House Committee recommended the bill be placed on the Consent Calendar.

*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>

Representative Finney and a member of the Omega Psi Phi district executive leadership body provided proponent testimony to the Senate Committee on Transportation. There was no other testimony.

The Senate Committee adopted a technical amendment.

Provisions of KSA 2014 Supp. 8-1,141 would apply to this license plate. The statute subjects such a plate to the personalized license plate fee, requires a guarantee of an initial issuance of at least 500 such license plates, and requires the sponsoring organization to submit a nonrefundable amount not to exceed \$20,000 to defray the Division of Vehicle's cost for developing such a plate.

According to the fiscal note prepared by the Division of the Budget on the bill, as introduced, the Kansas Department of Revenue (KDOR) estimates the bill would increase revenue to the Distinctive License Plate Fund by \$20,000, the nonrefundable fee required of the sponsor to pay the costs of developing the plate. The provisions also would require anyone who wanted the plate to pay the \$40 personalized license plate fee, which would increase revenue to the State Highway Fund by \$20,000. KDOR also estimates expenditures from the Division of Vehicles Operating Fund of \$17,605 for shipping the plates to county treasurers' offices and computer system changes. Any fiscal effect associated with the bill is not reflected in *The FY 2016 Governor's Budget Report*.