

February 11, 2019

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

Dear Representative Proehl:

SUBJECT: Fiscal Note for HB 2117 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2117 is respectfully submitted to your committee.

HB 2117 would provide that, on and after January 1, 2020, any owner or lessee of one or more passenger vehicles or trucks registered for a gross weight of 20,000 pounds or less, who is a resident of the State of Kansas, may be issued one Knights of Columbus distinctive license plate for each vehicle upon proper registration and payment of the regular license fee as provided in KSA 8-143. Certain other requirements that are consistent with other specialty plates are also specified in the bill, in addition to design specifications of the new plate.

The Department of Revenue indicates the new license plates would be subject to regular license fees and could generate \$20,000 (\$40.00 x 500 plates) worth of revenue to be deposited into the State Highway Fund with an initial issuance of 500 license plates. The Department also estimates that creating the new plates would cost \$5,332, including \$720 for testing and inventory, \$240 for updates to policy and training documents, \$440 for plate design, \$400 for titles and registration, and \$3,532 for actual production of the plates. According to statute, the sponsoring organization would be responsible for paying up to \$20,000 in initial production costs which would be credited to the Distinctive License Plate Fund. Since the Department estimates costs less than \$20,000, additional state funding would not be required. Any fiscal effect associated with HB 2117 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,



Larry L. Campbell
Director of the Budget

cc: Ben Cleaves, Transportation
Lynn Robinson, Department of Revenue