January 28, 2020

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

Dear Representative Proehl:

SUBJECT: Fiscal Note for HB 2502 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2502 is respectfully submitted to your committee.

HB 2502 would designate a portion of U.S. Highway 77 from the eastern city limits of the City of Blue Rapids then west to the junction of U.S. Highway 77 with K-9 Highway in Marshall County as the “Cpl. Allen E. Oatney and SP4 Gene A. Myers Memorial Highway.” The bill also amends current law to exclude the above designation from the Prairie Parkway. The Kansas Department of Transportation (KDOT) would be required to place signs to indicate the designation.

KDOT estimates that it would cost $2,760 to manufacture and install two signs for the highway designated in the bill ($1,380 per sign). However, current law requires that sufficient gifts and donations be received by KDOT prior to installing the signs to reimburse the agency for the initial cost, plus an additional 50.0 percent of the initial cost to defray future sign maintenance. Altogether, $4,140 would need to be received from donations to install the signs. KDOT indicates that implementation of the bill would require an increase of $2,760 to the expenditure limitation for the agency operations account in FY 2021. Any fiscal effect associated with HB 2502 is not reflected in The FY 2021 Governor’s Budget Report.

Sincerely,

Larry L. Campbell
Director of the Budget

cc: Ben Cleeves, Transportation