Adam Proffitt, Director



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Laura Kelly, Governor

The Honorable Shannon Francis, Chairperson House Committee on Transportation 300 SW 10th Avenue, Room 582-N Topeka, Kansas 66612

Dear Representative Francis:

SUBJECT: Fiscal Note for HB 2149 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2149 is respectfully submitted to your committee.

HB 2149 would allow any distinctive license plate to be personalized, subject to the provisions of KSA 8-132, beginning January 1, 2024. Any personalized distinctive license plate would be subject to a fee that would be double the amount prescribed by KSA 8-132(c).

The Kansas Department of Revenue estimates that enactment of HB 2149 would increase administrative costs by at least \$87,750 for testing and updates to forms and policies. The agency also estimates IT costs up to \$25,600 for creation, development, and testing for 36 plate types and configurations. The agency was unable to estimate the costs associated with updates to the website section on personalized plates or the plate text availability site.

Increased revenue would depend on the number of personalized plates. If 20,000 individuals paid for a personalized distinctive background, the agency could see \$1.6 million in increased revenue to be deposited into the Distinctive License Plate Fund. Any fiscal effect associated with HB 2149 is not reflected in *The FY 2024 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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