

February 12, 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 2564 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2564 is respectfully submitted to your committee.

HB 2564 would establish the Eisenhower Preservation Fund. The bill would require all vehicle registration applicants to pay a \$0.50 non-refundable surcharge for each vehicle that is registered. The surcharge would be credited to the Eisenhower Preservation Fund to be used by the Eisenhower Foundation to honor and champion the relevance today of the life and leadership of Dwight D. Eisenhower.

Estimated State Fiscal Effect				
	FY 2016 SGF	FY 2016 All Funds	FY 2017 SGF	FY 2017 All Funds
Revenue	--	--	--	\$1,350,000
Expenditure	--	--	--	\$11,256
FTE Pos.	--	--	--	--

The Department of Revenue estimates that HB 2564 would increase motor vehicle registration fee revenue that would be deposited in Eisenhower Preservation Fund by \$1,350,000 in FY 2017. To formulate this estimate, the Department of Revenue reviewed data on motor vehicle registrations. The Department indicates that 2,697,486 passenger vehicles were registered in 2015. The additional \$0.50 fee would generate approximately \$1,350,000 (2.7 million vehicles x \$0.50 fee) in FY 2017.

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The Department of Revenue indicates the bill would require \$11,256 from the Division of Vehicles Operating Fund to modify the motor vehicle 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. Any fiscal effect associated with HB 2564 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Shawn Sullivan", with a horizontal line extending to the right.

Shawn Sullivan,  
Director of the Budget

cc: Jack Smith, Department of Revenue  
Melissa Wangemann, Association of Counties