

March 15, 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 2722 by House Committee on Appropriations

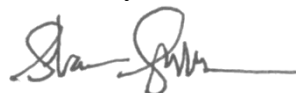
In accordance with KSA 75-3715a, the following fiscal note concerning HB 2722 is respectfully submitted to your committee.

HB 2722 would designate a portion of K-148 Highway as the SGT Lavern W Tegtmeier Memorial Highway. The Department of Transportation (KDOT) would be required to place signs along the highway to indicate the highway designation.

Estimated State Fiscal Effect				
	FY 2016 SGF	FY 2016 All Funds	FY 2017 SGF	FY 2017 All Funds
Revenue	--	--	--	\$3,930
Expenditure	--	--	--	\$2,620
FTE Pos.	--	--	--	--

The Department of Transportation (KDOT) estimates that it would cost \$2,620 to manufacture and install two, six foot by three foot signs along the portion of the highway identified in the bill (\$1,310 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, \$3,930 would need to be received from donations to install the signs. Any fiscal effect associated with HB 2722 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,  
Director of the Budget

cc: Ben Cleaves, Transportation