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Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

January 10, 2018

The Honorable Mike Petersen, Chairperson Senate Committee on Transportation Statehouse, Room 345-S Topeka, Kansas 66612

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 256 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 256 is respectfully submitted to your committee.

SB 256 would designate a portion of U.S. Highway 50 as the "SGT Gregg Steimel and PFC Richard Conrardy Memorial Highway." The Department of Transportation (KDOT) would be required to place signs along the highway to indicate the highway designation.

KDOT estimates that it would cost \$3,060 to manufacture and install two, 8 ft. by 3 ft. signs along the portion of the highway identified in the bill (\$1,530 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, \$4,590 would need to be received from donations to install the signs. KDOT indicates that implementation of the bill would require an increase of \$3,060 to the expenditure limitation for the agency operations account in FY 2019. Any fiscal effect associated with SB 256 is not reflected in *The FY 2019 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget