STATE OF KANSAS

DIVISION OF THE BUDGET LANDON STATE OFFICE BUILDING 900 SW JACKSON STREET, ROOM 504 TOPEKA, KS 66612



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Governor Jeff Colyer, M.D. Larry L. Campbell, Chief Budget Officer

February 23, 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 404 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 404 is respectfully submitted to your committee.

SB 404 would create four new distinct license plates, including one for Korean War veterans, one for Operation Desert Storm veterans, one for Operation Iraqi Freedom veterans and one for Operation Enduring Freedom veterans. Any owner or lessee of one or more passenger vehicles or trucks registered for a gross weight of 20,000 pound or less or motorcycles, who is a resident of Kansas, and who submits satisfactory proof to the Director of Vehicles would be issued the distinctive plates.

The Department of Revenue indicates enactment of SB 404 would have a fiscal effect on agency operations. The new license plates that would be created by the bill would be exempt from current law that prescribes fees on personalized license plates. There would also be no minimum on the number of plate requests needed prior to plate production; the Department estimates that plates would be produced and mailed directly to users as they are ordered. Each plate would cost \$6.91. Other operating expenditures total \$5,930 from the State General Fund and include costs related to updating policies and procedures along with product testing and development. Any fiscal effect associated with SB 404 is not reflected in *The FY 2019 Governor's Budget Report*.

Sincerely,

L. Cookell

Larry L. Campbell Chief Budget Officer

cc: Lynn Robinson, Department of Revenue Mark Heim, Veterans Affairs