

February 28, 2019

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 187 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 187 is respectfully submitted to your committee.

SB 187 would make the following adjustments to permit fees on oversize or overweight vehicles beginning July 1, 2020:

1. Single-trip permits would increase from \$20 to \$40 for each permit;
2. Single-trip permits for a large structure would increase from \$30 to \$60 for each permit;
3. Single-trip permits for a superload would increase from \$50 to \$100 for each permit;
4. Five-year permits for vehicles authorized to move bales of hay on non-interstate highways would increase from \$25 to \$50;
5. Annual permits would increase from \$150 to \$300 for each permit; and
6. Special vehicle combination permits would increase from \$2,000 to \$4,000, plus \$100 per year for each power unit.

The bill would sunset the current fees prior to January 1, 2020.

Estimated State Fiscal Effect				
	FY 2019 SGF	FY 2019 All Funds	FY 2020 SGF	FY 2020 All Funds
Revenue	--	--	--	(\$1,400,000)
Expenditure	--	--	--	--
FTE Pos.	--	--	--	--

The Kansas Department of Transportation (KDOT) estimates SB 187 would decrease revenues to the State Highway Fund by approximately \$1.4 million. KDOT notes that because the bill sunsets the current schedule of fees prior to January 1, 2020, but would not implement the new fees until July 1, 2020, there would be a six-month period in FY 2020 in which no fees would be in effect. KDOT estimates the bill would increase revenues to the State Highway Fund by approximately \$2.7 million annually beginning in FY 2021. KDOT indicates the bill would require additional expenditures to update the agency's Kansas Trucking Routing and Intelligent Permitting System (K-TRIPS). However, KDOT estimates these expenditures could be handled within existing resources. Any fiscal effect associated with SB 187 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink that reads "L. L. Campbell". The signature is written in a cursive style with a large, sweeping initial "L".

Larry L. Campbell
Director of the Budget

cc: Ben Cleeves, Transportation
Lynn Robinson, Department of Revenue