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Laura Kelly, Governor

April 10, 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 237 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 237 is respectfully submitted to your committee.

SB 237 would designate a portion of K-16 as the "John Lee Bremer 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 \$2,240 to manufacture and install two, 7 ft. by 2 ft. signs along the portion of the highway identified in the bill (\$1,120 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, \$3,360 would need to be received from donations to install the signs. KDOT indicates that implementation of the bill would require an increase of \$2,240 to the expenditure limitation for the agency operations account in FY 2020. Any fiscal effect associated with SB 237 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,

Larry L. Campbell
Director of the Budget