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Laura Kelly, Governor

Larry L. Campbell, Director

February 11, 2020

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 315 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 315 is respectfully submitted to your committee.

SB 315 would create the love, Chloe distinctive license plate. The bill would allow any Kansas resident who is the owner of a passenger vehicle or truck of a gross weight of 20,000 pounds to be issued one love, Chloe license plate for each vehicle on and after January 1, 2021. The distinctive plate would be issued upon proper registration and payment of the regular license fee as provided in KSA 8-143, and either (1) payment to the county treasurer of the logo use royalty payment established by the love, Chloe Foundation, or (2) presentation of the annual logo use authorization statement. The love, Chloe Foundation would be authorized to allow their logo to be affixed on license plates upon payment of a logo use royalty payment of at least \$25, but no more than \$100 for each license plate. The payment would be issued to the love, Chloe Foundation or the county treasurer. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to the love, Chloe Foundation Royalty Fund.

Estimated State Fiscal Effect				
	FY 2020 SGF	FY 2020 All Funds	FY 2021 SGF	FY 2021 All Funds
Revenue				\$39,625
Expenditure				\$8,432
FTE Pos.				

The Department of Revenue estimates enactment of SB 315 would increase its expenditures by \$8,432 in FY 2021, with \$8,432 for administrative costs related to designing and manufacturing the new plate. The Department estimates the bill would increase revenues to the

State Highway Fund by \$19,625 from a \$40 personalized plate fee, which assumes an initial issuance of 500 license plates, with \$39.25 to the State Highway Fund and \$0.75 to the County Treasurer of registration. In addition, the Department estimates the bill would increase revenues to the Distinctive License Plate Fund from a \$20,000 nonrefundable fee required from the sponsor of a new distinctive license plate, which is used to defray the cost to develop the new plate. Any fiscal effect associated with SB 315 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,

Larry L. Campbell
Director of the Budget

cc: Lynn Robinson, Department of Revenue