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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 316 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 316 is respectfully submitted to your committee.

SB 316 would create the Together as One Foundation 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 Together as One Foundation 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 Together as One Foundation, or (2) presentation of the annual logo use authorization statement. The Together as One 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 Together as One Foundation or the county treasurer. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to the Together as One Foundation Royalty Fund.

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

The Department of Revenue estimates enactment of SB 316 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 316 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