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Laura Kelly, Governor

April 13, 2021

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 309 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 309 is respectfully submitted to your committee.

SB 309 would designate a portion of U.S. Highway 69 from the northern junction of U.S. Highway 69 and K-52 Highway in Linn County, then south on U.S. Highway 69 to the southern junction of U.S. Highway 69 and K-52 Highway as the "AMM2c Water Scott Brown Memorial Highway." The Kansas Department of Transportation (KDOT) would be required to place signs to indicate the designation.

KDOT estimates that it would cost \$9,100 to manufacture and install two signs for the highway designated in the bill (\$4,550 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, \$13,650 would need to be received from donations to install the signs. KDOT indicates that implementation of the bill would require an increase of \$9,100 to the expenditure limitation for the agency operations account in FY 2022. Any fiscal effect associated with SB 309 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: Ben Cleeves, Transportation