

February 13, 2019

The Honorable Richard Proehl, Chairperson  
House Committee on Transportation  
Statehouse, Room 581-W  
Topeka, Kansas 66612

Dear Representative Proehl:

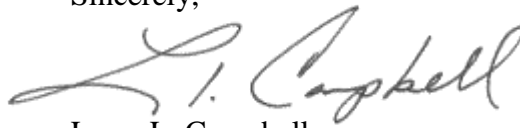
SUBJECT: Fiscal Note for HB 2214 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2214 is respectfully submitted to your committee.

HB 2214 would change the definition of “school bus” as found in KSA 2018 Supp. 79-3401.

The Department of Revenue indicates gasoline, gasoline blended products and diesel used in school and school activity buses are not subject to motor fuel taxes. Changing the definition of “school bus” in HB 2214 would allow more vehicles to be interpreted as school buses, which would increase the number of vehicles used for school activities that are eligible to apply for a motor fuel tax refund. Increasing the number of refunds would reduce receipts going into the State Highway Fund and the Special City and County Highway Fund. The Department of Revenue is unable to estimate the number of vehicles that would be considered motor fuel tax exempt as a result of the enactment of HB 2214 and cannot estimate how the State Highway Fund and the Special City and County Highway Fund would be affected. The Department of Education estimates enactment of the bill would have no fiscal effect on the Department. Any fiscal effect associated with HB 2211 is not reflected in *The FY 2020 Governor’s Budget Report*.

Sincerely,



Larry L. Campbell  
Director of the Budget

cc: Lynn Robinson, Department of Revenue  
Dale Dennis, Education