February 8, 2021

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

Dear Representative Proehl:

## SUBJECT: Fiscal Note for HB 2166 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2166 is respectfully submitted to your committee.

HB 2166 would create the Braden's Hope for Childhood Cancer 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 Braden's Hope for Childhood Cancer 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 payment to the county treasurer of the logo use royalty payment or presentation of the annual logo use authorization statement. Braden's Hope for Childhood Cancer would be authorized to allow its 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 Braden's Hope for Childhood Cancer or the county treasurer. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to the Braden's Hope for Childhood Cancer.

| Estimated State Fiscal Effect |  |  |  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  | FY 2021 <br> SGF | FY 2021 <br> All Funds | FY 2022 <br> SGF | FY 2022 <br> All Funds |  |
| Revenue | -- | -- | -- | $\$ 14,813$ |  |
| Expenditure | -- | -- | -- | $\$ 6,946$ |  |
| FTE Pos. | -- | -- | -- | -- |  |

The Department of Revenue estimates enactment of HB 2166 would increase its expenditures by $\$ 6,946$ in FY 2022 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 $\$ 14,813$ from a $\$ 40$ personalized plate fee, which assumes an initial issuance of 250 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 $\$ 5,000$ 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 HB 2166 is not reflected in The FY 2022 Governor's Budget Report.

Sincerely,


Adam Proffitt
Director of the Budget
cc: Lynn Robinson, Department of Revenue

