Division of the Budget Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612

Adam Proffitt, Director



Phone: (785) 296-2436 larry.campbell@ks.gov http://budget.kansas.gov

Laura Kelly, Governor

January 21, 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 26 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 26 is respectfully submitted to your committee.

SB 26 would designate a portion of K-7 Highway from the junction of K-7 and K-10 in Johnson County, then south on K-7 to the junction of K-7 and West Santa Fe Street as the "Senator Bud Burke Memorial Highway." The Kansas Department of Transportation (KDOT) would be required to place signs to indicate the designation.

KDOT estimates that it would cost \$4,040 to manufacture and install two signs for the highway designated in the bill (\$2,690 for one sign at the junction of K-7 and K-10 and \$1,350 for one sign at the junction of K-7 and West Santa Fe Street). 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, \$6,060 would need to be received from donations to install the signs. KDOT indicates that implementation of the bill would require an increase of \$4,040 to the expenditure limitation for the agency operations account in FY 2022. Any fiscal effect associated with SB 26 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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