

February 28, 2022

The Honorable Mike Petersen, Chairperson
Senate Committee on Transportation
Statehouse, Room 546-S
Topeka, Kansas 66612

Dear Senator Petersen:

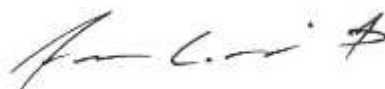
SUBJECT: Fiscal Note for SB 506 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 506 is respectfully submitted to your committee.

SB 506 would create the North Central Kansas Down Syndrome Society distinctive license plate for issuance on and after January 1, 2023, to any Kansas resident who is the owner of a passenger vehicle or truck of a gross weight of 20,000 pounds or less. The distinctive plate could be issued annually upon: (1) proper registration; (2) payment of the regular license fee as provided in KSA 8-143; and (3) annual payment of the logo use royalty fee of \$25 to \$100 to the North Central Kansas Down Syndrome Society or the county treasurer for use of the organization's logo on the license plate, or presentation to the county treasurer of the logo use authorization statement.

The Department of Revenue estimates enactment of SB 506 would increase its expenditures by \$2,280 in FY 2023 for administrative costs related to designing and manufacturing the new plate. Using an assumption of a minimum issuance of 250 license plates, the Department estimates the distinctive plate would increase revenue to the State Highway Fund by \$9,812.50 and \$187.50 to the county treasurer of registration as the distinctive license plate is subject to the \$40 personalized plate fee, with \$39.25 to the State Highway Fund and \$0.75 to the county treasurer (250 plates x \$39.25 fee = \$9,812.50 and 250 plates x \$0.75 fee = \$187.50). The bill would also increase revenues to the Distinctive License Plate Fund from a nonrefundable fee, which could not to exceed \$5,000, from the sponsor of the new distinctive license plate. This fund is used for the Department's costs to develop new license plates. Any fiscal effect associated with SB 506 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue