

January 19, 2022

The Honorable Richard Proehl, Chairperson
House Committee on Transportation
Statehouse, Room 582-N
Topeka, Kansas 66612

Dear Representative Proehl:

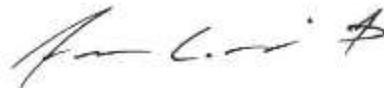
SUBJECT: Fiscal Note for HB 2476 by Representative T. Johnson, et al.

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2476 is respectfully submitted to your committee.

HB 2476 would create distinctive license plates for those who have been awarded the silver or bronze star medal. 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 distinctive license plate on and after January 1, 2023. The distinctive plate would be issued upon proper registration and payment of the regular license fee as provided in KSA 8-143, and payment of the royalty fee by either the county treasurer or the organization benefiting from the issuance of the distinctive license plate. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to the Segregated Royalty Fund.

The Department of Revenue estimates enactment of HB 2476 would increase its expenditures by \$7,176 in FY 2023 for administrative costs related to designing and manufacturing the new plate. The Department indicates the distinctive plates are exempt from the \$40 personalized plate fee, which assumes an initial issuance of 500 license plates, with \$39.25 to the State Highway Fund and \$0.75 to the county treasurer of registration. However, the bill would require a transfer of \$4,000 from the State Highway Fund to the Distinctive License Plate Fund upon certification by the Director of Vehicles to the Director of Accounts and Reports that not less than 100 paid orders for the new plates have been received. The bill would also increase revenues to the Distinctive License Plate Fund from a nonrefundable fee not to exceed \$5,000 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 2476 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue