

Affiliated with:
American Council of Engineering Companies
Kansas Society of Professional Engineers
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Professional Engineers in Private Practice

TESTIMONY

TO: HOUSE TAX COMMITTEE

FROM: SCOTT HEIDNER

EXECUTIVE DIRECTOR

AMERICAN COUNCIL OF ENGINEERING COMPANIES

OF KS

RE: HB 2370

DATE: MARCH 12, 2019

Mr. Chairman, members of the Committee, thank you for the opportunity to appear today. My name is Scott Heidner, and I am the Executive Director for the American Council of Engineering Companies of Kansas (ACEC KS). ACEC KS is the trade association representing private sector consulting engineering firms in Kansas.

We are here today in support of HB 2370. HB 2370 is part of a package of policy proposals that came from the Transportation Task Force created by the 2018 Kansas Legislature. The fee increases contained in HB 2370 will help put Kansas back on a path of sustainable infrastructure investment.



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The last several years have seen a shortfall of investment in transportation infrastructure, due primarily to the sweeping of sales tax revenue into the state general fund that was intended for transportation investment. This has led to a critical shortfall in preservation and maintenance, and the severe delay in completion of several T-Works projects. HB 2370 would take a step towards correcting these conditions.

In addition to providing funding for transportation infrastructure, HB 2370 would provide certainty. Fuel taxes are one of the few revenue streams that cannot be swept into the general fund with a simple majority vote. This certainty in funding allows KDOT to maximize their purchasing power, utilize the best timing for procurement of goods and services, and ideally benefit from a better bond rating to lower the cost of borrowing. All of these opportunities mean more efficient investments and more savings for the Kansas taxpayer.

We recognize that this funding stream alone will not fill the needs of the transportation system. But it is a very important step, and will provide certainty to KDOT and industry stakeholders that will produce dividends for years to come.

Thank you for the opportunity to appear today, and I would be happy to take questions at the appropriate time.