Adam Proffitt, Director



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Laura Kelly, Governor

February 15, 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 459 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 459 is respectfully submitted to your committee.

SB 459 would create the Order of the Eastern Star 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 Order of the Eastern Star license plate for each vehicle 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 either payment to the county treasurer of the logo use royalty payment established by the Order of the Eastern Star, or presentation of the annual logo use authorization statement. The Order of the Eastern Star would be authorized to allow their 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 Order of the Eastern Star or the county treasurer. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to a segregated royalty fund and credited monthly to the Order of the Eastern Star.

Estimated State Fiscal Effect				
	FY 2020 SGF	FY 2020 All Funds	FY 2021 SGF	FY 2021 All Funds
Revenue				\$14,813
Expenditure				\$2,280
FTE Pos.				

The Department of Revenue estimates enactment of SB 459 would increase its expenditures by \$2,280 in FY 2023 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 \$9,813 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 SB 459 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: Jay Hall, Association of Counties Lynn Robinson, Department of Revenue