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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

February 21, 2011

The Honorable Gary Hayzlett, Chairperson House Committee on Transportation Statehouse, Room 274-W Topeka, Kansas 66612

Dear Representative Hayzlett:

SUBJECT: Fiscal Note for HB 2274 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2274 is respectfully submitted to your committee.

If the State of Missouri would designate a portion of Interstate Highway 70 as the Truman/Eisenhower Presidential Highway, or something substantially similar, then the portion of Interstate Highway 70 from the Missouri state line to the junction with K-15 Highway would be designated as the Eisenhower/Truman Presidential Highway. Signs to indicate this designation would not be erected until the Secretary of Transportation has received sufficient monies from gifts and donations to cover the cost of placing the signs and an additional 50.0 percent of that amount to cover future maintenance and replacement of the signs.

Under current law, the portion of U.S. Highway 40 from the Missouri-Kansas border on the east to the point where it leaves the state on the west at the Kansas-Colorado line is designated as the Blue Star Memorial Highway. If the State of Missouri designates a portion of Interstate Highway 70 as the Truman/Eisenhower Presidential Highway, or something substantially similar, then HB 2274 would change the Blue Star Memorial Highway designation to run from the portion of U.S. Highway 40 from where it crosses the Missouri-Kansas border, to the west city limits of Topeka, and then from the junction of K-15 Highway with U.S. Highway 40, then west on U.S. Highway 40 to the point where it leaves the state at the Kansas-Colorado line.

| Estimated State Fiscal Effect | | | | |
|-------------------------------|---------|-----------|---------|-----------|
| | FY 2011 | FY 2011 | FY 2012 | FY 2012 |
| | SGF | All Funds | SGF | All Funds |
| Revenue | | - | | \$9,780 |
| Expenditure | | | | \$6,520 |
| FTE Pos. | | 1 | | |

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The Kansas Department of Transportation states that two signs would need to be planned, manufactured, installed, and maintained for the highway designated by HB 2274. HB 2274 would require that the amount necessary to pay for and maintain this set of signs to be collected before placement of the signs would occur. The cost of these two signs, including installation, would be \$6,520. The additional 50.0 percent needed for future maintenance would be \$3,260; the agency would have to receive \$9,780 from donations before installing the signs. If the bill is enacted, KDOT states it would need an increase in expenditure authority from the agency operations account of the State Highway Fund. The modification to the current route for The Blue Star Memorial Highway could be absorbed within existing resources. Any fiscal effect associated with HB 2274 is not reflected in *The FY 2012 Governor's Budget Report*.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget

cc: Ben Cleeves, Transportation