

January 25, 2012

The Honorable Dwayne Umbarger, Chairperson
Senate Committee on Transportation
Statehouse, Room 441-E
Topeka, Kansas 66612

Dear Senator Umbarger:

SUBJECT: Fiscal Note for SB 300 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 300 is respectfully submitted to your committee.

SB 300 would extend thirty-day temporary registration permits to sixty days. The bill would allow any dealer to purchase the sixty-day temporary registration permits from the Division of Vehicles of the Department of Revenue in multiples of five permits for a fee of \$6 each. Current law authorizes dealers to purchase the thirty-day temporary registration permits in multiples of five permits for a fee of \$3 each.

Estimated State Fiscal Effect				
	FY 2012 SGF	FY 2012 All Funds	FY 2013 SGF	FY 2013 All Funds
Revenue	--	--	--	\$724,500
Expenditure	--	--	--	\$87,380
FTE Pos.	--	--	--	--

The Department of Revenue estimates that SB 300 would increase revenue to the State Highway Fund by \$724,500 in FY 2013. The estimate is derived from 241,500 temporary registration permits issued annually for a fee of \$3. The same number of permits issued annually for a fee of \$6 would generate an additional \$724,500 in revenue. The Department estimates that the bill would also increase its expenditures by \$87,380 in FY 2013. This amount includes \$1,580 for ten hours of programming time at \$158 per hour to update the Motor Vehicle Registration System and \$85,800 to print approximately 120,000 new temporary registration permits at a cost of \$0.715 each.


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The Department notes that more than 200,000 permits would have to be destroyed since the 30-day permits have already been printed for calendar year 2012 and the effective date of the bill is July 1, 2012. Any fiscal effect associated with SB 300 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Steven J. Anderson", with a long horizontal flourish extending to the right.

Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Steve Neske, Revenue