

February 20, 2020

CORRECTED

The Honorable Mike Petersen, Chairperson  
Senate Committee on Transportation  
Statehouse, Room 345-S  
Topeka, Kansas 66612

Dear Senator Petersen:

**SUBJECT:** Corrected Fiscal Note for SB 314 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following corrected fiscal note concerning SB 314 is respectfully submitted to your committee.

SB 314 would create the Back the Blue 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 Back the Blue license plate for each vehicle on and after January 1, 2021. In the initial fiscal note issued by the Division of the Budget, the distinctive plate was incorrectly referred to as the Black and Blue distinctive license plate. 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 Kansas Association of Chiefs of Police, or presentation of the annual logo use authorization statement. The Kansas Association of Chiefs of Police 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 the county treasurer. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to the Kansas Association of Chiefs of Police Royalty Fund.

Estimated State Fiscal Effect				
	FY 2020 SGF	FY 2020 All Funds	FY 2021 SGF	FY 2021 All Funds
Revenue	--	--	--	\$39,625
Expenditure	--	--	--	\$8,432
FTE Pos.	--	--	--	--

The Department of Revenue estimates enactment of SB 314 would increase its expenditures by \$8,432 in FY 2021 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 \$19,625 from a \$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. In addition, the Department estimates the bill would increase revenues to the Distinctive License Plate Fund from a \$20,000 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 314 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink that reads "L. L. Campbell". The signature is written in a cursive style with a large, stylized initial "L".

Larry L. Campbell  
Director of the Budget

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