Division of the Budget Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612

Adam Proffitt, Director



Phone: (785) 296-2436 larry.campbell@ks.gov http://budget.kansas.gov

Laura Kelly, Governor

February 1, 2021

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 69 by Senate Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 69 is respectfully submitted to your committee.

SB 69 would create the love, Chloe 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 love, Chloe license plate for each vehicle on and after January 1, 2022. The distinctive plate would be issued upon proper registration and payment of the regular license fee as provided in KSA 8-143, and either (1) payment to the county treasurer of the logo use royalty payment established by the love, Chloe Foundation, or (2) presentation of the annual logo use authorization statement. The love, Chloe Foundation 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 love, Chloe Foundation or the county treasurer. Annual royalty payments collected by county treasurers would be remitted to the State Treasurer and credited to the love, Chloe Foundation Royalty Fund.

The Department of Revenue estimates enactment of SB 69 would increase its expenditures in FY 2022 by \$8,764 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 each 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 69 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

f- c.- +

cc: Lynn Robinson, Department of Revenue