

February 7, 2012

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

Dear Representative Hayzlett:

SUBJECT: Fiscal Note for HB 2599 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2599 is respectfully submitted to your committee.

HB 2599 would require the Division of Vehicles of the Department of Revenue to maintain a supply of decals for every model year license plate issued during calendar year 1976 and each year thereafter, which is displayed on an antique vehicle. The decals would be maintained for the year the plate was originally issued and identical to the decals issued in the year the plate was originally issued. The decals would be available for purchase by the owner for a fee of \$1.

The Department of Revenue indicates that HB 2599 would increase revenue to the State Highway Fund, but since there is no way to determine how many vehicle owners would elect to register their vehicles as antiques and also opt for the model year license plate, a precise estimate cannot be made. The Department estimates that the bill would increase expenditures from the Division of Vehicles Operating Fund by \$720 in FY 2013 for 24 hours of programming the motor vehicles system at \$30 per hour. The Department indicates that additional costs would increase expenditures from this fund since it would be required to purchase one lot of decal material annually for three years at a cost of \$13,400 per year; and the number of vehicles potentially eligible for the new decal would be between 6,000 and 10,000 vehicles with labor costs of 3.5 cents per decal. Any fiscal effect associated with HB 2599 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,



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

cc: Steve Neske, Revenue