Shawn Sullivan, Director of the Budget



Sam Brownback, Governor

March 18, 2015

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

Dear Senator Petersen:

SUBJECT: Fiscal Note for SB 288 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 288 is respectfully submitted to your committee.

SB 288 would add the following codes and restrictions that could be placed on a commercial driver's license (CDL):

- 1. "Z" for No Full air brake equipped commercial motor vehicle (CMV);
- 2. "E" for No Manual transmission equipped CMV;
- 3. "O" for No Tractor-trailer CMV;
- 4. "M" for No Class A passenger Vehicle;
- 5. "N" for No Class A and B passenger vehicle;
- 6. "K" for Interstate only; and
- 7. "V" for medical variance.

The Kansas Department of Transportation (KDOT) indicates federal regulations adopted by the Federal Motor Carrier Safety Administration require states to provide for certain restrictions on CDLs issued. Failure to provide for such restrictions could result in the withholding of up to 5.0 percent of federal funds apportioned under the National Highway Performance Program, the Highway Safety Improvement Program, and the Congestion Mitigation and Air Quality Improvement Program following the first year of noncompliance, and up to 10.0 percent in subsequent years. If SB 288 is enacted, KDOT estimates it would prevent the loss of \$11.7 million in federal funding remitted to the State Highway Fund in FY 2015, and The Honorable Mike Petersen, Chairperson March 18, 2015 Page 2—SB 288

\$23.5 million in FY 2016 and each subsequent year of noncompliance. The Department indicates costs associated with updating the accident report system would be negligible and could be absorbed within existing resources. State Highway Fund expenditures associated with federal funding that would remain in place if SB 288 were enacted are currently reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,

Shawn Sullivan, Director of the Budget

cc: Jack Smith, KDOR Ben Cleeves, KDOT