

January 30, 2017

The Honorable Troy Waymaster, Chairperson  
House Committee on Appropriations  
Statehouse, Room 111-N  
Topeka, Kansas 66612

Dear Representative Waymaster:

**SUBJECT:** Fiscal Note for HB 2072 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2072 is respectfully submitted to your committee.

HB 2072 would establish the Eisenhower Preservation Fund. The bill would require all vehicle registration applicants to pay a \$0.50 non-refundable surcharge for each vehicle that is registered. The surcharge would be credited to the Eisenhower Preservation Fund to be used by the Eisenhower Foundation to honor and champion the relevance today of the life and leadership of Dwight D. Eisenhower.

Estimated State Fiscal Effect				
	FY 2018 SGF	FY 2018 All Funds	FY 2019 SGF	FY 2019 All Funds
Revenue	--	\$1,350,000	--	\$1,350,000
Expenditure	--	\$13,730	--	--
FTE Pos.	--	--	--	--

The Department of Revenue estimates that HB 2072 would increase motor vehicle registration fee revenue that would be deposited in Eisenhower Preservation Fund by \$1,350,000 in FY 2018. To formulate this estimate, the Department of Revenue reviewed data on motor vehicle registrations. The Department indicates that approximately 2.7 million motor vehicles were registered in 2016. The additional \$0.50 fee would generate approximately \$1,350,000 (2.7 million vehicles x \$0.50 fee) in FY 2018. Assuming that the number of motor vehicle registrations remain constant in future fiscal years, the bill is estimated to generate \$1,350,000 for the Eisenhower Preservation Fund in FY 2019 and in future fiscal years.

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The Department of Revenue indicates the bill would require \$13,730 from the Division of Vehicles Operating Fund to modify the motor vehicle processing system in FY 2018. The required programming for this bill by itself would be performed by existing staff of the Department of Revenue. However, if the combined effect of implementing this bill and other enacted legislation exceeds the Department's programming resources, or if the time for implementing the changes is too short, additional expenditures for outside contract programmer services beyond the Department's current budget may be required. Any fiscal effect associated with HB 2072 is not reflected in *The FY 2018 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Shawn Sullivan", with a long horizontal line extending to the right.

Shawn Sullivan,  
Director of the Budget

cc: Jack Smith, Department of Revenue  
Melissa Wangemann, Association of Counties