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Larry L. Campbell, Director

Laura Kelly, Governor

January 29, 2019

The Honorable Richard Proehl, Chairperson House Committee on Transportation Statehouse, Room 581-W Topeka, Kansas 66612

Dear Representative Proehl:

SUBJECT: Fiscal Note for HB 2070 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2070 is respectfully submitted to your committee.

HB 2070 would designate a portion of U.S. Highway 75 as the "John Armstrong Memorial Highway." The Department of Transportation (KDOT) would be required to place signs along the highway to indicate the highway designation.

KDOT estimates that it would cost \$3,260 to manufacture and install two, 9 ft. by 3 ft. signs along the portion of the highway identified in the bill (\$1,630 per sign). However, current law requires that sufficient gifts and donations be received by KDOT prior to installing the signs to reimburse the agency for the initial cost plus an additional 50.0 percent of the initial cost to defray future sign maintenance. Altogether, \$4,890 would need to be received from donations to install the signs. KDOT indicates that implementation of the bill would require an increase of \$3,260 to the expenditure limitation for the agency operations account in FY 2020. Any fiscal effect associated with HB 2070 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,

Larry L. Campbell
Director of the Budget