



March 27, 2024

The Honorable Beverly Gossage
 300 SW 10th Avenue, Room 445-A-S
 Topeka, Kansas 66612

Dear Senator Gossage:

SUBJECT: Fiscal Note for HB 2784, as Amended

In accordance with your request, the following fiscal note concerning HB 2784, as amended, is respectfully submitted.

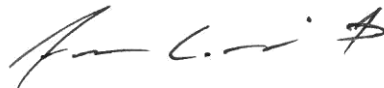
HB 2784, as amended by the Senate Committee on Public Health and Welfare, would create a definition for “continuing care retirement community” that would require the creation and on-going monitoring of licensure and regulatory oversight of independent living facilities and homes. The bill would transfer the authority for certification of continuing care retirement community facilities from the Kansas Insurance Department to the Kansas Department for Aging and Disability Services (KDADS). The bill would replace the requirement that KDADS renew a certificate of registration as a continuing care provider on or before April 1 of the current calendar year with renewal if KDADS determines that the continuing care provider is in compliance with requirements within four months of completion of such provider’s fiscal year.

Estimated State Fiscal Effect			
	FY 2024	FY 2025	FY 2026
Expenditures			
State General Fund	--	\$196,800	\$196,800
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Expenditures	--	\$196,800	\$196,800
Revenues			
State General Fund	--	--	--
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Revenues	--	--	--
FTE Positions	--	2.00	2.00

KDADS indicates that enactment of HB 2784, as amended by the Senate Committee on Public Health and Welfare, would require the agency to increase expenditures by \$196,800 from the State General Fund for FY 2025 and beyond. These expenditures would include salaries and wages for 2.00 FTE positions. These positions would include a Program Consultant, a Program Manager.

The Kansas Commission on Veteran Affairs Office indicates that enactment of HB 2784, in any version, would not have a fiscal effect on the Commission. The Kansas Insurance Department indicates there are approximately 137 continuing care retirement community facilities currently registered with the Kansas Insurance Department. The annual renewal fee is \$25. Assuming all continue to be registered, enactment of HB 2784, in any version, would decrease fee revenue by \$3,425 annually. Any fiscal effect associated with HB 2784, in any version, is not reflected in *The FY 2025 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt", with a stylized flourish at the end.

Adam C. Proffitt
Director of the Budget