

February 6, 2012

The Honorable Marc Rhoades, Chairperson
House Committee on Appropriations
Statehouse, Room 351-S
Topeka, Kansas 66612

Dear Representative Rhoades:

SUBJECT: Fiscal Note for HB 2574 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2574 is respectfully submitted to your committee.

HB 2574 would allow the Superintendent of the Kansas Highway Patrol (KHP) to negotiate and enter into contracts and charge and collect fees for providing security and traffic patrol services at events held by private organizations where the Superintendent determines the number of people attending the event would have a significant effect on traffic and law enforcement activities on state highways. The fees would be negotiated in order to recover the expenses incurred by providing security and traffic patrol services to the event. KHP would determine the amount of traffic patrol and security services necessary for events held by private organizations and would set fees accordingly. HB 2574 would not apply to any event organized or operated by the State of Kansas, a city, a county, or other political subdivision. KHP could only negotiate, charge, and collect fees when the Superintendent determines the expenses incurred by the agency would exceed \$20,000. HB 2574 would require that all monies collected for providing traffic and security services be deposited in the newly created Highway Patrol Private Security Fund. All monies deposited in the new fund would be used only for the purpose of providing security to private organization events.

Estimated State Fiscal Effect				
	FY 2012 SGF	FY 2012 All Funds	FY 2013 SGF	FY 2013 All Funds
Revenue	--	--	--	\$102,007
Expenditure	--	--	--	--
FTE Pos.	--	--	--	--

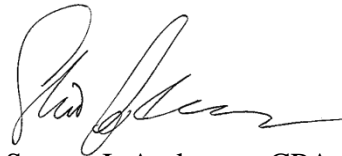
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The Kansas Highway Patrol indicates it currently provides services for the Country Stampede every year in Manhattan and two NASCAR races at the Kansas Speedway in Kansas City. The agency estimates in FY 2013 the costs to provide security and traffic patrol services to all three events would be \$102,007. HB 2574 would allow the agency to charge the private organization for services provided at each event where costs would exceed \$20,000. Currently, KHP does not get reimbursed for any of the three events mentioned above.

Sincerely,

A handwritten signature in black ink, appearing to read "Steven J. Anderson". The signature is fluid and cursive, with a long horizontal stroke at the end.

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

cc: Kim Torrey, Highway Patrol