

March 25, 2011

The Honorable Carolyn McGinn, Chairperson
Senate Committee on Ways and Means
Statehouse, Room 545-S
Topeka, Kansas 66612

Dear Senator McGinn:

SUBJECT: Fiscal Note for SB 236 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 236 is respectfully submitted to your committee.

SB 236 would amend the Food Service and Lodging Act of the Kansas Department of Agriculture. The bill would increase the base license fee from \$30 to \$80 for establishments having up to nine rooms, and fees for establishments with ten or more rooms would see an increased multiplier for each additional ten rooms from \$5 to \$20. The maximum amount for the application fee would be increased from \$100 to \$200 and the fee for a duplicate license would increase from \$3 to \$5. The bill would create in statute the Lodging Fee Fund, and stipulate that all license renewal fee revenue be deposited in the fund. The bill would clarify that the Secretary could inspect a facility when a complaint is received. SB 236 would clarify the provision that directs all fees received are deposited in the agency's fee fund rather than the State General Fund. The bill would also make changes as to how funds would be segregated between the Food Safety Fund and the Food Inspection Fee Fund.

Estimated State Fiscal Effect				
	FY 2011 SGF	FY 2011 All Funds	FY 2012 SGF	FY 2012 All Funds
Revenue	--	--	--	\$153,700
Expenditure	--	--	--	\$153,700
FTE Pos.	--	--	--	1.00

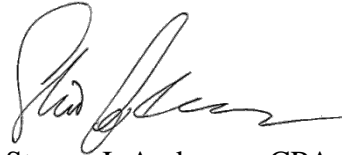
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The Department of Agriculture indicates that passage of the bill would increase fee fund revenue and expenditures by \$153,700 for FY 2012. The revenue estimate is based on the licensing revenue for approximately 750 facilities in the state, and application fees for approximately 85 new facilities. Any fiscal effect resulting from the passage of SB 236 is not reflected in *The FY 2012 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Steven J. Anderson", with a long horizontal flourish extending to the right.

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

cc: Mark Heim, Agriculture