

January 25, 2013

The Honorable Marvin Kleebl, Chairperson
House Committee on Commerce, Labor and Economic Development
Statehouse, Room 286-N
Topeka, Kansas 66612

Dear Representative Kleebl:

SUBJECT: Fiscal Note for HB 2053 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2053 is respectfully submitted to your committee.

HB 2053 would establish a late fee for renewing a license issued by the Board of Technical Professions during the 60 days after the expiration date of the license. Currently there is a 60-day grace period during which a license can be renewed with no penalty. The bill would also increase the fee to reinstate a license from \$100 to \$200.

Estimated State Fiscal Effect				
	FY 2013 SGF	FY 2013 All Funds	FY 2014 SGF	FY 2014 All Funds
Revenue	--	--	--	\$94,000
Expenditure	--	--	--	--
FTE Pos.	--	--	--	--

The Board of Technical Professions indicates that passage of the bill could increase revenue by up to \$94,000 in FY 2014. Actual data from FY 2012 was used to estimate the revenue increase. The number of second renewal notices sent minus the number of licenses cancelled at the end of the 60-day grace period was used to indicate the number of licenses that would have been renewed during that period. This number was used to approximate the amount of late fees that would be collected. If the bill is enacted and serves as a deterrent to late renewals, not as much additional income would result. Any fiscal effect associated with HB 2053 is not reflected in *The FY 2014 Governor's Budget Report*.

Sincerely,



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

cc: Jean Boline, Technical Professions