Shawn Sullivan, Director of the Budget



Sam Brownback, Governor

February 25, 2016

The Honorable Mark Hutton, Chairperson House Committee on Commerce, Labor and Economic Development Statehouse, Room 521-E Topeka, Kansas 66612

Dear Representative Hutton:

SUBJECT: Fiscal Note for HB 2619 by House Committee on Corrections and Juvenile Justice

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2619 is respectfully submitted to your committee.

HB 2619 would change the bidding requirements for agricultural products estimated to be less than \$50,000. The bill would also allow bid solicitations for non-agricultural products under \$25,000 and agriculture products under \$50,000 to be made by email.

The Department of Administration estimates that there would be a fiscal effect from HB 2619. However, the agency is unable to determine the amount because the bill does not define "agricultural products" and the number of solicitations that would be affected is unknown. Additionally, the agency indicates that receiving email bids would require updates to the SMART system. The upgrades could potentially be considerable; however, the Department does not have a specific estimate at this time. Any fiscal effect associated with HB 2619 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,

Shawn Sullivan, Director of the Budget

cc: Colleen Becker, Department of Administration