STATE OF KANSAS

DIVISION OF THE BUDGET LANDON STATE OFFICE BUILDING 900 SW JACKSON STREET, ROOM 504 TOPEKA, KS 66612



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GOVERNOR JEFF COLYER, M.D. LARRY L. CAMPBELL, CHIEF BUDGET OFFICER

February 14, 2018

The Honorable Kristey Williams, Chairperson House Committee on Local Government Statehouse, Room 165-W Topeka, Kansas 66612

Dear Representative Williams:

SUBJECT: Fiscal Note for HB 2629 by House Committee on Local Government

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2629 is respectfully submitted to your committee.

HB 2629 would authorize the Office of the Attorney General (OAG) to investigate consumer complaints regarding violations of the Kansas Uniform Common Interest Owners Bill of Rights Act by a board of directors or a property manager of a common interest community. HB 2629 would allow the Consumer Protection Division of the OAG to determine if the complaint is valid and utilize any remedy available under the Kansas Consumer Protection Act to address the violation. The bill would also require common interest communities to register with the OAG on or before July 1 of each year and submit a registration fee no greater than \$500, which would be deposited into the Common Interest Community Fund of the OAG.

Estimated State Fiscal Effect				
	FY 2018	FY 2018	FY 2019	FY 2019
	SGF	All Funds	SGF	All Funds
Revenue				\$218,136
Expenditure				\$240,750
FTE Pos.				2.50

The Office of the Attorney General indicates that enactment of HB 2629 would require it to hire 1.00 Assistant Attorney General FTE position, 1.00 Investigator FTE position and 0.50 Administrative Assistant FTE position at a total cost of \$218,136 in FY 2019, all from fee funds. Of this amount, \$91,461 would be for salaries and wages of the attorney, \$63,432 would be for

salaries and wages of the investigator, \$27,451 would be for salaries and wages of the administrative assistant and \$35,792 would be for rent, training, travel, and supplies. The attorney and investigator would be responsible for reviewing complaints and litigating violations of the Act and the administrative assistant would be responsible for processing the registration paperwork and fees and providing administrative support. The OAG indicates these costs would be offset by \$240,750 in estimated revenue from the 963 common interest communities that currently exist in the state that would be charged a fee of \$250 in FY 2019. Any fiscal effect associated with HB 2629 is not reflected in *The FY 2019 Governor's Budget Report*.

Sincerely,

Larry L. Campbell Chief Budget Officer

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cc: Willie Prescott, Office of the Attorney General