

Phone: (785) 296-2436 Fax: (785) 296-0231 shawn.sullivan@ks.gov

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

January 22, 2018

The Honorable Dan Kerschen, Chairperson Senate Committee on Agriculture and Natural Resources Statehouse, Room 225-E Topeka, Kansas 66612

Dear Senator Kerschen:

SUBJECT: Fiscal Note for SB 286 by Senate Committee on Agriculture and Natural Resources

In accordance with KSA 75-3715a, the following fiscal note concerning SB 286 is respectfully submitted to your committee.

License periods designated by the Kansas Pet Animal Act are for the license year ending on June 30 following the license issuance date. SB 286 would change that date in all cases to September 30. Current law assesses a late fee for any license or permit renewal that is more than 45 days late. Under the provisions of SB 286, the late fee would be applied to licenses and permits not renewed by October 1. SB 286 would also make changes to license and permit fees, increasing the upper limit for the fees for animal distributors to \$450, for research facilities to \$600, for animal shelters to \$550, and for hobby breeder or kennel operator licenses to \$250. A facility that is required to be licensed under multiple license categories would be required to pay for the most expensive license applicable and then pay a \$50 fee for each additional license. The bill would also make a number of technical corrections.

Estimated State Fiscal Effect				
	FY 2018	FY 2018	FY 2019	FY 2019
	SGF	All Funds	SGF	All Funds
Revenue				\$167,585
Expenditure				\$77,868
FTE Pos.				

According to the Kansas Department of Agriculture, enactment of SB 286 would result in additional revenues of \$167,585 and additional expenditures of \$77,868, for a net increase to agency fee fund revenues of \$89,717. Through FY 2018, the Division has employed three inspectors who perform routine inspections of animal facilities. One of these inspectors plans to retire at the end of FY 2018, and in order to operate the Division within existing resources, that position will not be refilled in FY 2019. The reduction in the number of inspectors will cause the agency to convert to only complaint-based inspections as there will no longer be adequate staff to perform routine inspections. If SB 286 is enacted, the agency will fill the existing position and continue to perform routine inspections. Any fiscal effect associated with SB 286 is not reflected in *The FY 2019 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Justin Law, Agriculture