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Sam Brownback, Governor

Shawn Sullivan, Director of the Budget

January 17, 2017

The Honorable Jacob LaTurner, Chairperson Senate Committee on Federal and State Affairs Statehouse, Room 136-E Topeka, Kansas 66612

Dear Senator LaTurner:

SUBJECT: Fiscal Note for SB 2 by Legislative Post Audit Committee

In accordance with KSA 75-3715a, the following fiscal note concerning SB 2 is respectfully submitted to your committee.

SB 2 would exempt the Legislative Division of Post Audit from paying the monumental building surcharge fee assessed by the Department of Administration.

The monumental building surcharge is assessed by the Department of Administration to all state agencies located within Shawnee County for support of the State Capitol, Judicial Center, Cedar Crest and the Capitol Complex parking lots, at a rate of \$2.66 per square foot of rentable space in state buildings or leased space. The fee cannot be paid with federal funds by any agency.

For FY 2017, a budget proviso enacted by the Legislature exempted the Legislative Division of Post Audit from the monumental building surcharge. However, because this policy was enacted by a budget bill proviso, the exemption was only during FY 2017. The agency will have to resume paying the assessment beginning in FY 2018, without further action by the Legislature.

With the enactment of SB 2, the Department of Administration would not receive \$16,298 in fees from the Legislative Division of Post Audit. Any fiscal effect associated with SB 2 is not reflected in *The FY 2018 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Rick Riggs, Post Audit