

March 4, 2020

The Honorable Troy Waymaster, Chairperson
House Committee on Appropriations
Statehouse, Room 111-N
Topeka, Kansas 66612

Dear Representative Waymaster:

SUBJECT: Fiscal Note for HB 2728 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2728 is respectfully submitted to your committee.

HB 2728 would authorize the Department of Administration to raze the Docking State Office Building. The Department would be required to preserve the existing energy center below the Docking State Office Building. The bill would also specify that the provisions of section 135 of chapter 68 of the *2019 Session Laws of Kansas* would be null and void. The bill would take effect upon its publication in the *Kansas Register*.

The Department of Administration estimates there would be a loss of revenue for rent charged to state agencies and less funding available to pay down the debt service on various state office buildings and projects resulting from the enactment of the bill; however, the fiscal effect would be negligible. The Department indicates there were estimates presented in prior fiscal years to raze the Docking State Office Building; however, those estimates are no longer considered valid by the Department. The Division of the Budget notes that past estimates to raze the Docking State Office Building totaled millions of dollars. Any fiscal effect associated with HB 2728 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,



Larry L. Campbell
Director of the Budget

cc: Jeff Scannell, Department of Administration