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Laura Kelly, Governor

January 28, 2022

The Honorable Kent Thompson, Chairperson House Committee on Local Government Statehouse, Room 281-N Topeka, Kansas 66612

Dear Representative Thompson:

SUBJECT: Fiscal Note for HB 2518 by House Committee on Local Government

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2518 is respectfully submitted to your committee.

Under current law, before any contract is let or any work is ordered or authorized for city general improvement, the governing body is required to order a public hearing on the advisability of the improvement. Notice of the hearing is required to be given in not less than two publications in a newspaper. HB 2518 would require such notices to be mailed by first class mail to all owners of record of property proposed to be included in the improvement district. The bill would allow contracts to be rendered void by the buyer for failure to adhere to the notice requirements.

The League of Kansas Municipalities indicates that enactment of the bill would produce a minimal cost to cities that utilize benefit districts due to the new provision requiring notice via first class mail. However, a precise fiscal effect cannot be determined because the number of cities that will be affected and the number of property owners within an affected benefit district is unknown. Any fiscal effect associated with HB 2518 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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