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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

January 24, 2012

The Honorable Lance Kinzer, Chairperson House Committee on Judiciary Statehouse, Room 165-W Topeka, Kansas 66612

Dear Representative Kinzer:

SUBJECT: Fiscal Note for HB 2470 by House Committee on Corrections and

Juvenile Justice

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2470 is respectfully submitted to your committee.

Under current law, scrap metal dealers are prohibited from purchasing property owned and marked by a telephone, cable, electric, water, or other utility provider or any wire or cable that has had the marked sheathing removed without obtaining proof that the seller is an employee, agent, or person who is authorized to sell regulated scrap metal on behalf of the utility provider. HB 2470 would eliminate wires or cables that have had the sheathing removed from the list of items requiring proof of authorization.

According to the League of Kansas Municipalities, cities that currently have scrap metal ordinances would incur costs related to adopting and publishing new ordinances that incorporate the change in state law. However, the fiscal effect of HB 2470 for cities cannot be precisely determined because it is unknown how many ordinances would have to be changed.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget

cc: Tom Day, KCC Larry Baer, LKM Melissa Wangemann, KAC