

February 15, 2011

The Honorable Larry Powell, Chairperson
House Committee on Agriculture and Natural Resources
Statehouse, Room 149-S
Topeka, Kansas 66612

Dear Representative Powell:

SUBJECT: Fiscal Note for HB 2282 by House Committee on Agriculture and Natural Resources

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2282 is respectfully submitted to your committee.

HB 2282 would amend the Food Service and Lodging Act of the Kansas Department of Agriculture. The bill would retain the base license fee of \$30 for establishments having up to nine rooms; however, fees for establishments with ten or more rooms would increase the multiplier for each additional ten rooms from \$5 to \$10, with a maximum license fee of \$300. The maximum amount for the application fee would be increased from \$100 to \$200 and the fee for a duplicate license would increase from \$3 to \$5. The bill would clarify that the Secretary could inspect a facility when a complaint is received. HB 2282 would clarify the provision that directs all fees received are deposited in the agency's fee fund rather than the State General Fund. The bill would also make changes as to how funds would be receipted between the Food Safety Fund and the Food Inspection Fee Fund.

Estimated State Fiscal Effect				
	FY 2011 SGF	FY 2011 All Funds	FY 2012 SGF	FY 2012 All Funds
Revenue	--	\$50,000	--	\$72,000
Expenditure	--	\$50,000	--	\$72,000
FTE Pos.	--	--	--	1.00

The Department of Agriculture indicates that both fee fund expenditures and fee fund revenue would increase by \$50,000 in FY 2011 and \$72,000 in FY 2012. The Department would also need to hire 1.00 FTE position to conduct inspections. The Department was given authority by the 2010 Legislature to collect fees for the program, and deposit those fees into a newly established fee fund for FY 2011. The Department, however, has not yet put in place a

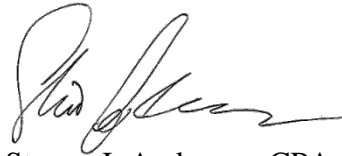
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full inspection program as of this date. HB 2282 would not affect State General Fund revenue. The fiscal effect of the bill is not included in *The FY 2012 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Steven J. Anderson", with a long horizontal flourish extending to the right.

Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Mark Heim, Agriculture