

March 8, 2012

CORRECTED

The Honorable Lana Gordon, Chairperson
House Committee on Education Budget
Statehouse, Room 151-S
Topeka, Kansas 66612

Dear Representative Gordon:

SUBJECT: Corrected Fiscal Note for HB 2766 by House Committee on Appropriations

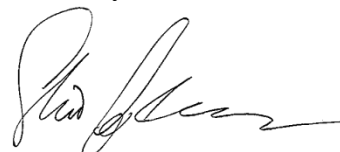
In accordance with KSA 75-3715a, the following corrected fiscal note concerning HB 2766 is respectfully submitted to your committee.

For FY 2013, the Governor recommended creating the Kansas Creative Arts Industries Commission (KCAIC) within the Department of Commerce. The Commission would merge the existing powers, functions, duties, funding and staff of the Kansas Arts Commission and the Kansas Film Commission. HB 2766 would create the KCAIC by statute and clarify the merged powers, functions and duties. The Commission would be the official state program for the arts, and would be required to meet at least four times a year. The bill would specify the duties of the Executive Director, who would be appointed by the Secretary of Commerce. The bill would also make a number of technical corrections to laws referring to the Kansas Arts Commission in order to standardize language.

Passage of HB 2766 would have no fiscal effect as the bill does not address specific amounts or sources of funding. For FY 2013, the Governor recommended \$200,000 from the Economic Development Initiatives Fund for operating expenses and direct aid for the Kansas Creative Arts Industries Commission and this funding is reflected in *The FY 2013 Governor's Budget Report*. The previous fiscal note incorrectly stated this funding was in addition to the Film Commission's budget, when it is not.

According to the Kansas Department of Revenue, the Division of Vehicles has already purchased one roll of sheeting with the Kansas Arts Commission logo on it to make vehicle tags at a cost of \$1,200. If HB 2766 were to pass and the newly created Commission would make any changes to the tag, the sheeting would need to be scrapped and replaced. The replacement cost could be managed within the Department's budget.

Sincerely,



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

cc: Jason Glasrud, Commerce