

March 22, 2016

The Honorable Ty Masterson, Chairperson
Senate Committee on Ways and Means
Statehouse, Room 545-S
Topeka, Kansas 66612

Dear Senator Masterson:

SUBJECT: Fiscal Note for SB 475 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 475 is respectfully submitted to your committee.

SB 475 would require performance bonds and payment bonds for construction contracts that are \$25,000 or more and involve public-private agreements.

Any fiscal effect resulting from the passage of the bill could be handled within existing resources of the state universities and Board of Regents. The Board of Regents notes that current projects involving public-private partnerships at the University of Kansas include the use of performance and payment bonds.

The bill would have no fiscal effect on the Department of Administration or the Kansas Department of Transportation (KDOT). KDOT indicates that public-private agreements are not currently used by the agency.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Colleen Becker, Department of Administration