

January 25, 2017

The Honorable Kristey Williams, Chairperson
House Committee on Local Government
Statehouse, Room 165-W
Topeka, Kansas 66612

Dear Representative Williams:

SUBJECT: Fiscal Note for HB 2094 by House Committee on Local Government

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2094 is respectfully submitted to your committee.

HB 2094 would expand the definition of ‘municipality’ to include school districts, library districts, road districts, water districts, drainage districts, sewer districts and fire districts. By expanding this definition, it would allow these entities to contract with one another to perform services, activities and undertakings.

The Kansas Association of Counties indicates that Kansas counties may be able to raise revenues and reduce expenditures as a result of entering in to contracts with other municipalities as defined by the by the bill. The Kansas League of Kansas Municipalities indicates that Kansas cities may be able to reduce costs as a result of the bill because cities would be able to enter in to more contracts with other municipalities. However, each organization indicates that because the number of new contracts that may result is unknown, the amount of potential cost savings is also unknown. Any fiscal effect associated with HB 2094 is not reflected in *The FY 2018 Governor’s Budget Report*.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Brock Ingmire, League of Municipalities
Melissa Wangemann, Association of Counties