

February 19, 2021

The Honorable Adam Smith, Chairperson
House Committee on Taxation
Statehouse, Room 185A-N
Topeka, Kansas 66612

Dear Representative Smith:

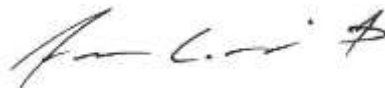
SUBJECT: Fiscal Note for HB 2316 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2316 is respectfully submitted to your committee.

KSA 16a-2-403 prohibits the seller or lessor in any sales or lease transaction or any credit or debit card issuer from imposing a surcharge on a card holder who elects to use a credit or debit card in lieu of payment by cash, check or similar means. A surcharge is defined as any additional amount imposed at the time of the sales or lease transaction by the merchant, seller or lessor that increases the charge to the buyer or lessee for the privilege of using a credit or debit card. Current law also exempts local units of government and state agencies from the prohibition. HB 2316 would eliminate this prohibition to allow the imposition of a surcharge.

HB 2316 would have no fiscal effect on state revenues or expenditures. However, with the enactment of HB 2316, credit or debit transactions for buyers could be more expensive with allowable surcharges.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Kelly Oliver, Board of Regents
Randy Bowman, Corrections
Debbie Thomas, Judiciary
Jeff Scannell, Department of Administration
Craig Neuenswander, Education
Jay Hall, Association of Counties
Wendi Stark, League of Municipalities