

March 24, 2021

The Honorable Fred Patton, Chairperson
House Committee on Judiciary
Statehouse, Room 519C-N
Topeka, Kansas 66612

Dear Representative Patton:

SUBJECT: Fiscal Note for HB 2447 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2447 is respectfully submitted to your committee.

Under current law, on the last day of each fiscal year the Director of Accounts and Reports transfers the balance in the Insurance Department's Securities Act Fee Fund exceeding \$50,000 to the State General Fund. HB 2447 would no longer require that transfer to the State General Fund at the end of each fiscal year.

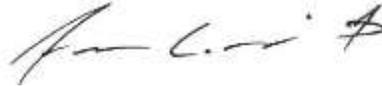
Estimated State Fiscal Effect				
	FY 2021 SGF	FY 2021 All Funds	FY 2022 SGF	FY 2022 All Funds
Revenue	(\$13,291,643)	\$--	(\$12,785,408)	\$--
Expenditure	--	--	--	--
FTE Pos.	--	--	--	--

The Insurance Department states that bill would not affect the revenues received into the Securities Act Fee Fund. The bill would eliminate the end-of-year transfer of the balance in the fund in excess of \$50,000 which would reduce the annual transfer to the State General Fund. Because of the elimination of the transfer, the Securities Act Fee Fund would retain approximately

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\$13,291,643 in FY 2021 and \$12,785,408 in FY 2022, which are the amounts included in the Governor's Budget Recommendations. Any fiscal effect associated with HB 2447 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam Proffitt", with a stylized flourish at the end.

Adam Proffitt
Director of the Budget

cc: Bobbi Mariani, Insurance