

March 1, 2023

The Honorable Will Carpenter, Chairperson
House Committee on Federal and State Affairs
300 SW 10th Avenue, Room 346-S
Topeka, Kansas 66612

Dear Representative Carpenter:

SUBJECT: Fiscal Note for HB 2412 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2412 is respectfully submitted to your committee.

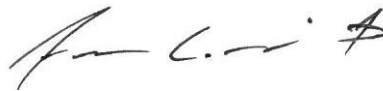
HB 2412 would amend the Personal and Family Protection Act. Currently, a concealed carry license permit costs \$132.50, of which \$100 is paid to the Attorney General and \$32.50 is paid to county sheriff where the applicant resides. The bill would remove the \$100 payment to the Attorney General. The bill would also remove the \$25 renewal fee and late fees paid to the Attorney General. Under current law, a person issued a concealed carry license pays the Department of Revenue a fee for the cost of a license. The bill would no longer require this fee to be paid.

The Office of the Attorney General states that deleting the licensing fees would result in a loss of approximately \$1.2 million in fee fund revenues for FY 2024. The fees are used to pay the salaries, wages, and operating expenses of the Concealed Carry Licensing Unit. If the bill were enacted, the agency would require State General Funds to replace the loss of fee fund revenues to support the operations of the Unit.

The Department of Revenue indicates that over the past five years it has issued an average of 21,139 concealed carry licenses each year. The license carrier currently pays \$16 for a license, of which \$8 is paid to the vendor and \$8 is deposited into the State Highway Fund. The total loss of revenue would be \$338,224 ($\$16 \times 21,139$) in FY 2024. If the bill were enacted, the agency states that the Driver's License Photo Fee Fund would be used to pay the \$8 that is paid to the vendor. In addition, the agency would need to remove the fees for a concealed carry license in its KanLicense system, which would require four hours of development work and two hours of testing, for a total cost of \$250 from the State General Fund.

The Kansas Department of Transportation states that the bill would reduce the revenues into the State Highway Fund by \$169,112 in FY 2024, which would be a negligible fiscal effect on the Eisenhower Legacy Transportation Program. Any fiscal effect associated with HB 2412 is not reflected in *The FY 2024 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: John Milburn, Office of the Attorney General
Lynn Robinson, Department of Revenue