

February 13, 2023

The Honorable Renee Erickson, Chairperson
Senate Committee on Commerce
300 SW 10th Avenue, Room 546-S
Topeka, Kansas 66612

Dear Senator Erickson:

SUBJECT: Fiscal Note for SB 140 by Senator Pittman, et al.

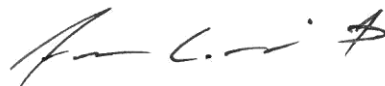
In accordance with KSA 75-3715a, the following fiscal note concerning SB 140 is respectfully submitted to your committee.

SB 140 would allow cities, counties, and local governments to establish a higher minimum wage than that set by state or federal law.

According to the Kansas Department of Revenue, enactment of SB 140 could have a negligible effect on State General Fund receipts. This would depend on whether local governments raised wages, which would result in a higher wage being taxed. The agency was unable to estimate a total fiscal effect. Any fiscal effect associated with SB 140 is not reflected in *The FY 2024 Governor's Budget Report*.

The Kansas Association of Counties states that the bill would only affect those counties that opted to require a higher minimum wage within their jurisdiction. The League of Kansas Municipalities states the bill would not have any fiscal effect on cities.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Jay Hall, Kansas Association of Counties
Wendi Stark, League of Kansas Municipalities
Lynn Robinson, Department of Revenue