

March 11, 2024

The Honorable Mike Thompson, Chairperson
Senate Committee on Federal and State Affairs
300 SW 10th Avenue, Room 144-S
Topeka, Kansas 66612

Dear Senator Thompson:

SUBJECT: Fiscal Note for SB 530 by Senate Committee on Federal and State Affairs

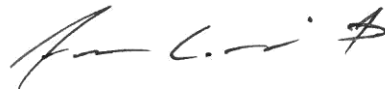
In accordance with KSA 75-3715a, the following fiscal note concerning SB 530 is respectfully submitted to your committee.

SB 530 would require residential housing constructed and financed using loans or grants from the State Housing Trust Fund to meet certain energy conservation standards. After July 1, 2024, regardless of any building permit requirement or building code of the state, county, township, district, city, or other political subdivision of this state, as a condition of receiving loans or grants for residential housing development from the State Housing Trust Fund, the President of the Kansas Housing Resources Corporation would require a city or county to adopt and enforce an ordinance or resolution requiring all residential housing constructed with any loan or grant from the Fund to meet or exceed the applicable standards and requirements of the residential provisions of the 2018 International Energy Conservation Code published by the International Code Council. The city or county would adopt the ordinance or resolution prior to disbursement of the loan or grant from the Fund. The state, county, township, district, city, or other political subdivision would be permitted to adopt or enforce a building code with energy efficiency standards that exceed the provisions of the 2018 International Energy Conservation Code. The term “building code” would include plumbing code, electrical wiring code, fire suppression code, gas piping code, heating, ventilation or air conditioning code, or any other code pertaining to construction of residential housing. The bill would also make technical changes.

The Department of Commerce states SB 530 would not have a fiscal effect. Any fiscal effect associated with SB 530 is not reflected in *The FY 2025 Governor’s Budget Report*.

The Kansas Association of Counties and the League of Kansas Municipalities states SB 530 could have a fiscal effect on counties and cities that receive grants and loans from the State Housing Trust Fund and that are not currently following the building standards outlined in the bill. The Association and the League are unable to estimate a precise fiscal effect on the counties and cities.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt". The signature is fluid and cursive, with a distinct flourish at the end.

Adam C. Proffitt
Director of the Budget

cc: Jay Hall, Kansas Association of Counties
Wendi Stark, League of Kansas Municipalities
Sherry Rentfro, Department of Commerce