

May 2, 2016

The Honorable Dennis Hedke, Chairperson
House Committee on Energy and Environment
Statehouse, Room 581-W
Topeka, Kansas 66612

Dear Representative Hedke:

SUBJECT: Fiscal Note for HB 2673 by House Committee on Energy and Environment

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2673 is respectfully submitted to your committee.

HB 2673 would require certain beverage containers to be redeemable, would establish procedures for the establishment of redemption centers, and would prohibit the disposal of beverage containers in a landfill by a retailer, manufacturer or redemption center. The bill would establish the Returnable Container Deposit Fund in the Kansas Department of Health and Environment (KDHE). All money in the Fund would be distributed to redemption centers as a refund at \$0.05 per container recycled, and to fund administrative expenses at KDHE. All money remaining in the fund at the end of each fiscal year would be divided in half with 50.0 percent being paid to redemption centers, and 50.0 percent being paid to the Homeless Veterans and Their Families Fund established by the bill and administered by the Kansas Commission on Veterans Affairs.

The Kansas Department of Health and Environment has been contacted regarding the fiscal effect of HB 2673. At this time, KDHE is unable to estimate any fiscal effect resulting from the passage of the bill. If further information regarding the fiscal effect of the bill is received by the Division of the Budget, a revised fiscal note will be issued. Any fiscal effect associated with HB 2673 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Aaron Dunkel, Health & Environment