

March 26, 2019

The Honorable Gene Suellentrop, Chairperson  
Senate Committee on Public Health and Welfare  
Statehouse, Room 441-E  
Topeka, Kansas 66612

Dear Senator Suellentrop:

**SUBJECT:** Fiscal Note for SB 232 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 232 is respectfully submitted to your committee.

SB 232 would add certain requirements to applications to operate an adult care facility in Kansas. Applications would be required to include a detailed projected budget for the first 12 months of operations, as well as other financial material, and a list of each current or previously operated and licensed facility in Kansas or any other state, including the District of Columbia. Applicants operating facilities that had been placed in receivership would not be eligible to apply for a new license or reinstatement of a license for a period of 10 years from the date the receivership was terminated. The bill would also grant new powers and duties to receivers. The bill would also add “insolvent” to the list of defined terms.

The Department for Aging and Disability Services estimates enactment of SB 232 would have a fiscal effect on the Department. However, the Department is unable to estimate the fiscal effect because the number of applicants and facilities that would be affected by the 10-year moratorium is unknown. Further, the Department cannot estimate how the new duties and powers, as provided in the bill, would affect agency expenditures and how reviewing additional application material would affect agency operations.

The Office of Judicial Administration indicates enactment of SB 232 could have a fiscal effect on the courts because of procedural changes made in the bill. However, the Office cannot estimate the fiscal effect because the Office is unable to predict how the procedural changes would

affect court operations. Any fiscal effect associated with SB 232 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,

A handwritten signature in cursive script that reads "L. L. Campbell". The signature is written in black ink and is positioned above the printed name and title.

Larry L. Campbell  
Director of the Budget

cc: Cody Gwaltney, Aging & Disability Services  
Mark Heim, Veterans Affairs  
Dan Thimmesch, Health & Environment  
Janie Harris, Judiciary  
Jackie Aubert, Children & Families