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Laura Kelly, Governor

February 2, 2021

The Honorable Kent Thompson, Chairperson House Committee on Local Government Statehouse, Room 187C-N Topeka, Kansas 66612

Dear Representative Thompson:

SUBJECT: Fiscal Note for HB 2177 by House Committee on Local Government

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2177 is respectfully submitted to your committee.

HB 2177 would establish a procedure for cities or counties to assume the powers, responsibilities, and duties of any special district located within a city's corporate limits or a county's boundaries and would provide for the dissolution of the special district. Special districts would include airport authorities, cemetery districts, draining districts, fire districts, industrial districts, library districts, port authorities, rural water districts, sewer districts, and rural watershed districts. Upon the dissolution of the special district, cities or counties would acquire the property, funds, and assets of the special district and would be responsible for the payment or retirement of any special district debts or obligations.

The League of Kansas Municipalities indicates that a fiscal effect cannot be estimated. The Kansas Association of Counties indicates that enactment of the bill could result in efficiencies and consolidation of services, which may decrease expenditures for counties. However, a precise fiscal effect cannot be determined.

Sincerely,

Adam Proffitt

Director of the Budget

cc: Jay Hall, Association of Counties Wendi Stark, League of Municipalities