

STATE OF KANSAS



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LARRY L. CAMPBELL, CHIEF BUDGET OFFICER

February 8, 2018

The Honorable Erin Davis, Chairperson
House Committee on Children and Seniors
Statehouse, Room 151-S
Topeka, Kansas 66612

Dear Representative Davis:

SUBJECT: Fiscal Note for HB 2639 by House Committee on Children and Seniors

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2639 is respectfully submitted to your committee.

HB 2639 would direct local and state law enforcement officers and agencies to assist the Secretary of the Department of Health and Environment (KDHE) in taking and processing fingerprints of persons residing, working or regularly volunteering in a child care facility. KDHE would adopt rules and regulations, including assessing fees related to fingerprinting such persons for the purpose of reimbursing the Department for fingerprinting costs. All fees would be remitted to the newly created Child Care Criminal Background and Fingerprinting Fund. The bill would direct expenditures from the fund to be made for the purpose of paying local and state law enforcement officers and agencies for processing fingerprints and criminal history background checks for KDHE.

Estimated State Fiscal Effect				
	FY 2018 SGF	FY 2018 All Funds	FY 2019 SGF	FY 2019 All Funds
Revenue	--	--	--	--
Expenditure	--	\$12,560	--	\$35,360
FTE Pos.	--	1.00	--	1.00

The Kansas Association of Counties and the League of Kansas Municipalities indicate the bill would increase the workload of local law enforcement agencies and officers. However, any increased expenditures incurred by those local law enforcement agencies would be reimbursed from fees in the bill.

The Kansas Bureau of Investigation (KBI) indicates the bill would have no fiscal effect on agency operations. The Bureau notes that normal operations, as required by existing statute, regarding fingerprinting and background checks would continue and would not be affected.

The Department for Children and Families (DCF) indicates the bill would not have a direct fiscal effect on agency operations. However, DCF currently transfers federal funds to KDHE for the Licensure Program. DCF notes that revenue generated by KDHE as a result of fees charged for fingerprinting and background checks could affect the amount of federal monies transferred from DCF to KDHE. DCF cannot estimate how transfers to KDHE would be affected by the bill.

KDHE estimates enactment of HB 2639 would increase agency expenditures by \$12,560 in FY 2018 and \$35,360 in FY 2019, all from federal funds. Included in the estimate are salaries and wages for 1.00 FTE temporary position to manually record, batch, deposit and process related payments to the KBI for costs relating to fingerprinting and background checks. For FY 2018, the agency estimates expenditures totaling \$11,560 for salaries and wages and \$1,000 for equipment and set up costs. For FY 2019, the agency's estimate is entirely for salaries and wages. The agency estimates expenditures for FY 2018 and FY 2019 to be one-time expenditures and those expenditures would not become part of the agency's base budget. By FY 2020, the agency estimates all processes would be automated which would allow the agency to reduce salary and wage expenditures by removing the additional 1.00 FTE temporary position. Any increased revenues realized by assessing fees would be used to cover the costs related to administering fingerprinting and background checks. Any fiscal effect associated with HB 2639 is not included in *The FY 2019 Governor's Budget Report*.

Sincerely,



Larry L. Campbell
Chief Budget Officer

cc: Jackie Aubert, Children & Families
Shelia Sawyer-Tyler, KBI
Chardae Caine, League of Municipalities
Melissa Wangemann, Association of Counties
Dan Thimmesch, Health & Environment
Peter Northcott, Office of the Treasurer