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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

February 15, 2013

The Honorable Marvin Kleeb, Chairperson House Committee on Commerce, Labor and Economic Development Statehouse, Room 286-N Topeka, Kansas 66612

Dear Representative Kleeb:

SUBJECT: Fiscal Note for HB 2027 by House Committee on Judiciary

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2027 is respectfully submitted to your committee.

HB 2027 would require secondhand stores to obtain or view the identification of all sellers. Secondhand stores would be required to maintain a registry of information about the sellers and descriptions of the items received for one year. The registry would be open to law enforcement during a store's normal business hours. Secondhand stores must report all transactions weekly or more frequently if required by city ordinance or county resolution. If the transactions take place within a city of the first or second class, the report must be submitted to the chief of police of the city. If the transactions take place outside the territorial limits of any city, the report must be submitted to the county sheriff. Stores would not be charged a fee, tax, or other cost for reporting the transactions.

The League of Kansas Municipalities indicates that enactment of the bill would require police departments to develop systems for receiving and cataloguing information regarding secondhand store transactions. Also, additional municipal staff may be needed to maintain the information. However, a precise fiscal effect is difficult to determine because the number of stores that would be required to collect and submit information and the number of municipalities that would be required to receive and maintain the information is unknown.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget

cc: Melissa Wangemann, KAC Larry Baer, LKM