Shawn Sullivan, Director of the Budget



Sam Brownback, Governor

January 30, 2015

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 2132 by House Committee on Energy and Environment

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2132 is respectfully submitted to your committee.

HB 2132 would amend current law to abolish the rule of "capture" as it would apply to natural gas that escapes while it is in the process of being stored by a licensed or certificated operator. The bill would give the operator the authority to conduct tests on the wells of other properties to determine if the gas that is being produced is escaped storage gas.

The Kansas Corporation Commission indicates that passage of the bill would have no fiscal effect on agency operations.

Sincerely,

Shawn Sullivan, Director of the Budget

cc: Amy Gilbert, KCC