Shawn Sullivan, Director of the Budget



Sam Brownback, Governor

February 9, 2015

The Honorable Sharon Schwartz, Chairperson House Committee on Agriculture and Natural Resources Statehouse, Room 149-S Topeka, Kansas 66612

Dear Representative Schwartz:

SUBJECT: Fiscal Note for HB 2231 by House Committee on Agriculture and Natural Resources

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2231 is respectfully submitted to your committee.

HB 2231 would reduce from \$100 to \$25 the annual licensing fee for any applicant operating one or more gas wells used exclusively for the purpose of heating a residential dwelling or other structure on the applicant's premises.

| Estimated State Fiscal Effect | | | | |
|-------------------------------|---------|-----------|---------|-----------|
| | FY 2015 | FY 2015 | FY 2016 | FY 2016 |
| | SGF | All Funds | SGF | All Funds |
| Revenue | | | | (\$7,500) |
| Expenditure | | | | |
| FTE Pos. | | | | |

The Kansas Corporation Commission indicates that there are currently 100 active residential licenses in the state. The bill would reduce revenue to the Conservation Fee Fund by approximately \$7,500. Any fiscal effect associated with HB 2231 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,

Shawn Sullivan, Director of the Budget

cc: Amy Gilbert, KCC