Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612



Phone: (785) 296-2436 Fax: (785) 296-0231 shawn.sullivan@budget.ks.gov

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

February 12, 2015

The Honorable Rob Olson, Chairperson Senate Committee on Utilities Statehouse, Room 236-E Topeka, Kansas 66612

Dear Senator Olson:

SUBJECT: Fiscal Note for SB 109 by Senate Committee on Utilities

In accordance with KSA 75-3715a, the following fiscal note concerning SB 109 is respectfully submitted to your committee.

SB 109 would enact the Kansas Disaster Utilities Response Act. Any out-of-state business that conducts operations within Kansas, which performs disaster or emergency-related work during a disaster period, would not be considered to have established a level of presence that would require the business to register, file, or remit state or local taxes or that would require the business' out-of-state employees be subject to any state licensing or registration requirements. The bill further specifies requirements for out-of-state businesses and employees when conducting operations for disaster or emergency-related work.

The Kansas Department of Revenue states passage of SB 109 would have a negligible fiscal effect to State General Fund revenues. Any fiscal effect associated with SB 109 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Jack Smith, KDOR Cheri Froetschner, Adjutant General's Office Glenda Haverkamp, Insurance Department