

February 23, 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 83 by Senate Committee on Commerce

In accordance with KSA 75-3715a, the following fiscal note concerning SB 83 is respectfully submitted to your committee.

SB 83 would prohibit a well being drilled within 500 feet of any structure constructed prior to the drilling activity without consent of the surface owner. The bill would not alter the terms of any contract entered into prior to July 1, 2015.

Estimated State Fiscal Effect				
	FY 2015 SGF	FY 2015 All Funds	FY 2016 SGF	FY 2016 All Funds
Revenue	--	--	--	--
Expenditure	--	--	--	\$6,200
FTE Pos.	--	--	--	--

The passage of SB 83 would require the Kansas Corporation Commission to make programming changes to the notice of intent forms which would increase fee fund expenditures by \$6,200. The KCC could also incur additional expenses for time and travel to conduct inspections at drilling sites, but is unable to estimate those expenses at this time. Any fiscal effect associated with SB 83 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Amy Gilbert, KCC
Aaron Dunkel, Health & Environment
Melissa Wangemann, Association of Counties