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



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

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

January 27, 2017

The Honorable Troy Waymaster, Chairperson House Committee on Appropriations Statehouse, Room 111-N Topeka, Kansas 66612

Dear Representative Waymaster:

SUBJECT: Fiscal Note for HB 2109 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2109 is respectfully submitted to your committee.

HB 2109 would authorize the Kansas Board of Regents to sell and convey three pieces of property within Riley County on behalf of Kansas State University. In addition, the bill would authorize the Board to convey property to Westar Energy in exchange for land and the burying of electrical lines on behalf of Wichita State University.

Kansas State University (KSU) indicates that it would obtain real estate appraisals on the properties to determine the fair market value, and any proceeds from the sale of the property would be deposited in the Restricted Fees Fund. KSU also indicates any costs associated with obtaining the appraisals would be absorbed within existing resources. Wichita State University (WSU) indicates the property being exchanged is appraised at \$260,000, and the property currently held by Westar is appraised at \$86,400 making the difference in value and net revenue to the University approximately \$173,600. Without the land transfer, WSU indicates it would be required to pay \$537,000 to bury the electrical lines. WSU indicates that the costs associated with obtaining the appraisals were absorbed within existing resources.

Sincerely,

Shawn Sullivan,

Director of the Budget