

March 15, 2017

The Honorable John Barker, Chairperson
House Committee on Federal and State Affairs
Statehouse, Room 285-N
Topeka, Kansas 66612

Dear Representative Barker:

SUBJECT: Fiscal Note for HB 2386 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2386 is respectfully submitted to your committee.

Under current law, a port authority must sell real or personal property at or above the appraised value under a negotiated sale agreement. HB 2386 would allow a port authority to sell property for less than the appraised value only if the port authority declares that selling the property is in the public interest due to the return of new jobs, capital investment, or increased tax revenue.

The Kansas Association of Counties and the League of Kansas Municipalities state that enactment of HB 2386 could lead to additional revenue for local governments with port authorities since the bill would only allow the sale of property at less than the appraised value because of new jobs, capital investment, or increased tax revenue; however, any fiscal effect would be negligible.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Ben Cleeves, Transportation
Lynn Robinson, Department of Revenue
Colleen Becker, Department of Administration
Larry Baer, League of Municipalities
Melissa Wangemann, Association of Counties