STATE OF KANSAS

DIVISION OF THE BUDGET LANDON STATE OFFICE BUILDING 900 SW JACKSON STREET, ROOM 504 TOPEKA, KS 66612



Phone: (785) 296-2436 Fax: (785) 296-0231 larry.campbell@ks.gov http://budget.kansas.gov

GOVERNOR JEFF COLYER, M.D. LARRY L. CAMPBELL, CHIEF BUDGET OFFICER

April 2, 2018

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

Dear Representative Waymaster:

SUBJECT: Fiscal Note for HB 2772 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2772 is respectfully submitted to your committee.

HB 2772 would exclude the League of Kansas Municipalities, the Kansas Association of Counties, the Kansas State High School Activities Association, or any organization or association that engages in lobbying as defined in KSA 46-225, from the definition of "eligible employer" as it is used for the Kansas Public Employee Retirement System (KPERS). Any officer or employee of the above organizations or associations who is a member of KPERS prior to July 1, 2018 would be able to continue his or her membership with KPERS if the member does not have a break in service after July 1, 2018.

KPERS estimates the actuarial cost from the bill would be negligible. According to the most recent actuarial valuation, only 40 positions are associated with the employers identified in the bill. KPERS does not have any information on other organizations or associations that engage in lobbying as defined in KSA 46-225.

The League of Kansas Municipalities indicates the bill would make it more difficult for the organization to recruit and retain employees who provide training, legal services and information to cities throughout Kansas. Any fiscal effect associated with HB 2772 is not reflected in *The FY 2019 Governor's Budget Report*.

Sincerely,

Larry L. Campbell Chief Budget Officer

cc: Jarod Waltner, KPERS Chardae Caine, League of Municipalities Melissa Wangemann, Association of Counties