Adam Proffitt, Director



Phone: (785) 296-2436 adam.c.proffitt@ks.gov http://budget.kansas.gov

Laura Kelly, Governor

February 7, 2022

The Honorable Troy Waymaster, Chairperson House Committee on Appropriations Statehouse, Room 112-N Topeka, Kansas 66612

Dear Representative Waymaster:

SUBJECT: Fiscal Note for HB 2591 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2591 is respectfully submitted to your committee.

Under current law, the director of accounts and reports transfers \$100,000 from the State General Fund and \$200,000 from the Conservation Fee Fund to the Abandoned Oil and Gas Well Fund quarterly each fiscal year. However, these transfers are currently exempted in FY 2022 and FY 2023. HB 2591 would permanently repeal these transfers. The bill would become effective upon publication in *The Kansas Register*.

HB 2591 would end annual statutory transfers totaling \$1.2 million from the State General Fund (\$400,000) and the Conservation Fee Fund (\$800,000) to the Abandoned Oil and Gas Well Fund. However, the agency indicates that no State General Fund transfers have been made to this fund in over a decade. The Kansas Corporation Commission does indicate that the enactment of the bill would end the quarterly transfer of \$200,000 from the Conservation Fee Fund. No funds were estimated to be transferred from the State General Fund to the Abandoned Oil and Gas Well Fund in *The FY 2023 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

1- C.- +

cc: Peter Barstad, KCC