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Laura Kelly, Governor

Adam C. Proffitt, Director

February 21, 2024

The Honorable Mike Thompson, Chairperson Senate Committee on Federal and State Affairs 300 SW 10th Avenue, Room 144-S Topeka, Kansas 66612

Dear Senator Thompson:

SUBJECT: Fiscal Note for SB 516 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 516 is respectfully submitted to your committee.

SB 516 would allow nonprofit organizations to be exempt from the Elevator Safety Act if the organization submits a copy of its elevator maintenance service contract to the State Fire Marshal.

Estimated State Fiscal Effect			
	FY 2024	FY 2025	FY 2026
Expenditures			
State General Fund			
Fee Fund(s)		\$80,053	\$79,358
Federal Fund			
Total Expenditures		\$80,053	\$79,358
Revenues			
State General Fund			
Fee Fund(s)			
Federal Fund			
Total Revenues			
FTE Positions		1.00	1.00

The Fire Marshal indicates that enactment of the bill would require fee fund expenditures of \$80,053 in FY 2025 and \$79,358 in FY 2026 to support the addition of 1.00 new FTE position responsible for tracking the exemption status of nonprofit organizations. This position would be required to perform outreach to nonprofits informing them of the policy change, collect and record elevator maintenance plans, and follow up with organizations to ensure that the planned maintenance was performed. The agency's FY 2025 estimate includes one-time costs for IT equipment provided to the new employee. Any fiscal effect associated with SB 516 is not reflected in *The FY 2025 Governor's Budget Report*.

Sincerely,

Adam C. Proffitt Director of the Budget

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cc: Jamie Schumacher, Office of the State Fire Marshal