

February 17, 2011

The Honorable Lance Kinzer, Chairperson
House Committee on Judiciary
Statehouse, Room 165-W
Topeka, Kansas 66612

Dear Representative Kinzer:

SUBJECT: Fiscal Note for HB 2207 by House Committee on Judiciary

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2207 is respectfully submitted to your committee.

HB 2207 would allow the establishment of a series of limited liability companies and provide new laws pertaining to those companies. The bill would provide general rules and regulations relating to the establishment, management, operation, dissolution, and the rights, duties, and liabilities of a series limited liability company and its members.

HB 2207 has the potential for increasing litigation in the courts because the bill allows for the establishment of series limited liability companies, which could result in litigation surrounding those companies. If it does, the Office of Judicial Administration indicates that there would be a fiscal effect on the operations of the court system. However, it is not possible to predict the number of additional court cases that would arise or how complex and time-consuming they would be. Therefore, a precise fiscal effect cannot be determined. In any case, the fiscal effect would most likely be accommodated within the existing schedule of court cases and would not require additional resources.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Mary Rinehart, Judiciary