

March 11, 2020

The Honorable Ty Masterson, Chairperson  
Senate Committee on Utilities  
Statehouse, Room 224A-E  
Topeka, Kansas 66612

Dear Senator Masterson:

**SUBJECT:** Fiscal Note for SB 488 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 488 is respectfully submitted to your committee.

Executive Reorganization Order No. 46 would establish the Kansas Energy Office and transfer the powers, duties and functions of the Energy Division of the Kansas Corporation Commission (KCC) to the newly created office. SB 488 would require this office to be administered under the direction and supervision of a Director who would be appointed by and serve at the pleasure of the Governor. The position would be in the unclassified service, receive an annual salary fixed by the Governor, and be subject to confirmation by the Senate.

Executive Reorganization Order No. 46 would cause reductions in expenditures of approximately \$734,773 and in revenue of approximately \$1.2 million from the KCC FY 2021 budget, as the current Energy Division would be transferred out of the agency. While it is not possible to estimate expenditures associated with the Kansas Energy Office, revenues would amount to the \$1.2 million transferred from the KCC Energy Division. Any fiscal effect associated with SB 488 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,



Larry L. Campbell  
Director of the Budget

cc: Jake Fisher, KCC