Adam Proffitt, Director

Division of the Budget



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Laura Kelly, Governor

January 20, 2021

The Honorable John Barker, Chairperson House Committee on Federal and State Affairs Statehouse, Room 285A-N Topeka, Kansas 66612

Dear Representative Barker:

SUBJECT: Fiscal Note for HB 2065 by Representative Woodard

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2065 is respectfully submitted to your committee.

HB 2065 would amend the Kansas Act Against Discrimination by making it unlawful to commit acts of housing discrimination based on a person's source of income. "Source of income" is defined in the bill as any lawful source of money paid directly or indirectly to a renter or buyer of housing, including from any lawful profession or occupation; government or private assistance, grant or loan program; gift, inheritance, pension, annuity, alimony, child support or other consideration benefit; and sale or pledge of property or interest in property.

Nothing in the bill would prohibit a person from refusing to consider income derived from any criminal activity or determining the ability of a potential buyer or renter to pay a purchase price by verifying, in a commercially reasonable manner, the source and amount of income of the potential buyer or evaluating, in a commercially reasonable manner, the credit worthiness of the potential buyer or renter.

Estimated State Fiscal Effect				
	FY 2021 SGF	FY 2021 All Funds	FY 2022 SGF	FY 2022 All Funds
Revenue				
Expenditure			\$12,980	\$12,980
FTE Pos.				

The Kansas Human Rights Commission estimates HB 2065 would require additional expenditures of \$12,980 from the State General Fund in FY 2022. This amount includes \$11,480 for professional fees to update the agency's complaint database to include source of income as a basis for housing complaints. The amount also includes \$1,500 for printing costs to print new law books and posters to reflect the change in law. The Kansas Human Rights Commission notes that from July 1, 2020 to December 31, 2020 no individuals contacted the agency to inquire about filing a housing discrimination complaint based on the individual's source of income. The agency indicates it received a total of five housing discrimination complaints during the same period. Any fiscal effect associated with HB 2022 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: Ruth Glover, Human Rights Commission