Adam Proffitt, Director



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

Laura Kelly, Governor

February 23, 2022

The Honorable Robert Olson Statehouse, Room 136-E Topeka, Kansas 66612

Dear Senator Olson:

SUBJECT: Fiscal Note for SB 34, as Amended

In accordance with your request, the following fiscal note concerning SB 34, as amended, is respectfully submitted.

SB 34, as substituted by the Senate Committee on Federal and State Affairs, would create a process by which state agencies revoke administrative regulations. The bill would require state agencies to submit a report by July 15th of the year specified in the bill to the Legislature outlining all of the agency's administrative regulations, provide a report of the agency's evaluation of the regulations, and identify if any of the regulations can be revoked. If a state agency wishes to revoke a regulation identified in its report, it could do so by filing a notice of revocation with the Secretary of State and publishing the notice in the *Kansas Register*. Prior to doing so, the agency would be required to hold a public hearing if requested by a member of the public, submit the notice to the Attorney General for review, and submit the notice to the Joint Committee on Rules and Regulations and appear before the committee at a hearing if requested. The revocation would become effective 15 days after publication of the notice.

As substituted, SB 34 would require the agencies to review their regulations and submit a report to Joint Committee on Administrative Rules and Regulation on July 15, 2023, and every fifth year thereafter. The bill only requires a review and report on administrative rules and regulations to the committee, and not an automatic sunset as the introduced version of the bill does. Agencies do not anticipate the bill, as substituted, to have a significant fiscal effect on state agencies. Any fiscal effect associated with Substitute for SB 34 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget