Adam Proffitt, Director



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Laura Kelly, Governor

January 31, 2022

The Honorable Renee Erickson, Chairperson Senate Committee on Commerce Statehouse, Room 546-S Topeka, Kansas 66612

Dear Senator Erickson:

SUBJECT: Fiscal Note for SB 378 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 378 is respectfully submitted to your committee.

SB 378 would permit any city or county to restrict and prohibit the sale of fireworks by annual or seasonal retailers. The bill would specify that any city or county may establish a fireworks season for seasonal retailers different than provided in the Kansas Fireworks Act. The bill would restrict firework sales to June 15th through July 6th for seasonal retailers and January 1st through December 31st for annual retailers. The bill would define "annual retailer" and would make an annual retailer license valid for two years.

The Office of the State Fire Marshal indicates that enactment of the bill would have no fiscal effect on the agency. The Office states that any entities that would invest in brick-and-mortar buildings for year-round sales would not significantly increase staff time by the agency for travel for plans review, inspections, and permitting. Any fiscal effect associated with SB 378 is not reflected in *The FY 2023 Governor's Budget Report*.

The Kansas Association of Counties indicates that enactment of the bill could decrease sales tax revenues if a locality chooses the prevent the sale of fireworks. The Association also states that the bill could reduce costs associated with responding to incidents caused by fireworks. However, a fiscal effect cannot be estimated. The League of Kansas Municipalities indicates that enactment of the bill would have a negligible fiscal effect on cities.

Sincerely,

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Adam Proffitt Director of the Budget

cc: Jay Hall, Association of Counties Wendi Stark, League of Municipalities Jill McCarthy, Office of the Fire Marshal