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Laura Kelly, Governor

Larry L. Campbell, Director

February 21, 2019

The Honorable Julia Lynn, Chairperson Senate Committee on Commerce Statehouse, Room 445-S Topeka, Kansas 66612

Dear Senator Lynn:

SUBJECT: Fiscal Note for SB 175 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 175 is respectfully submitted to your committee.

SB 175 would authorize public employees to immediately cease the withholding of employee organization dues from their wages at any time once a written or email request is submitted to their public employer. Once the public employer receives the request, the public employer must immediately provide a written or email notification to the employee organization and cease withholding dues from the employee's wages.

Public employees would be required to notify their employees of their right to cease payment of employee organization dues by providing written notification and a request form to their employees at least annually.

The Department of Administration estimates the bill would require additional annual expenditures of \$2,049 from all funds, including \$2,001 from the State General Fund. The expenditures would be for mailing costs associated with providing written notifications and request forms to employees and providing written notifications for employees with active payroll deductions for organizational dues. The Department notes the costs could be reduced if the bill authorized email communication of notifications and request forms. Any fiscal effect associated with SB 175 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,

Larry L. Campbell

Director of the Budget

cc: Dawn Palmberg, Department of Labor Colleen Becker, Department of Administration