COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.:</u> 2560-01 <u>Bill No.:</u> HB 1060

Subject: Kansas City: Landlords and Tenants, Real Property

Type: Original

<u>Date</u>: April 23, 2007

Bill Summary: Changes the laws regarding registration of landlords in Kansas City.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND					
FUND AFFECTED	FY 2008	FY 2009	FY 2010		
Total Estimated Net Effect on General Revenue	go.	¢0	60		
Fund	\$0	\$0	\$0		

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on FTE	0	0	0	

- □ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- □ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Local Government	Unknown to (\$100,000)	Unknown to (\$100,000)	Unknown to (\$100,000)	

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Office of the Secretary of State** assume no fiscal impact to their office.

Officials of the **Office of State Courts Administrator** assume no fiscal impact to the Courts.

Officials of the **Office of City Attorney** for **Kansas City** stated that this proposal provides for no fees to be associated with requiring establishing a landlord registration program. Officials estimate costs of establishing a landlord registration program, which would include administration, processing, establishing a database, enforcing the program would have new costs of approximately \$100,000 annually.

FISCAL IMPACT - State Government	FY 2008 (6 Mo.)	FY 2009	FY 2010
	\$0	\$0	\$0
FISCAL IMPACT - Local Government	FY 2008 (6 Mo.)	FY 2009	FY 2010
KANSAS CITY MUNICIPAL COURT FUND			
<u>Income</u> - Kansas City Municipal Court Fund			

Unknown

(\$100,000)

Unknown

(\$100,000)

Unknown

(\$100,000)

KANSAS CITY GENERAL
REVENUE FUND

82.1050.

From fines collected pursuant to Section

ESTIMATED NET EFFECT TO	Unknown to	Unknown to	Unknown to
<u>Cost</u> - To Kansas City From establishing, administering, and enforcing a landlord registration program.	(\$100,000)	(\$100,000)	(\$100,000)

RWB:LR:OD (12/02)

LOCAL GOVERNMENT

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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

Beginning January 1, 2008, this bill requires landlords in the City of Kansas City to register with the governing body. A person designated as the landlord's legal representative for the service of public safety violations must reside in the city where the housing unit is located. Each 29-day period that a landlord fails to register will be a separate violation, punishable by a fine of \$500 to \$1,000. All fines collected will be deposited into the city's municipal court fund. Owners without a required legal representative are prohibited from purchasing property sold at tax sales or through a county or municipal land trust.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Secretary of State Office of State Courts Administrator Kansas City - Office of City Attorney

Mickey Wilson, CPA

Mickey Wilen

Director

April 23, 2007