

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6906H.011
Bill No.: HB 3210
Subject: Political Subdivisions; Cities, Towns, and Villages; Real and Personal Property;
Counties
Type: Original
Date: March 11, 2026

Bill Summary: This proposal establishes the "Safe Neighborhoods Act".

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS

FUND AFFECTED	FY 2027	FY 2028	FY 2029
Local Government	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)

FISCAL ANALYSIS

ASSUMPTION

§82.298 – Safe Neighborhoods Act

Officials from the **City of Kansas City** assume a large negative fiscal impact of an indeterminate amount.

Oversight has identified 5 cities with a population of 100,000 or more. Those cities are Kansas City, Columbia, Independence, Springfield and the City of St. Louis. Oversight assumes that if the governing body of one of these cities has or adopts a policy, pattern or practice relating to the provisions of this proposal, there could be an increase in legal claims against the city by a property owner to be compensated for violations of the Safe Neighborhoods Act. Therefore, Oversight will reflect a \$0 (no claims filed) or unknown cost (legal claim filed against the city) for this proposal.

Officials from the **Office of Attorney General (AGO)** assume any potential litigation costs arising from this proposal can be absorbed with existing resources. The AGO may seek additional appropriations if the proposal results in a significant increase in litigation or investigation costs.

Oversight does not have any information to the contrary. Therefore, Oversight assumes the AGO will be able to perform any additional duties required by this proposal with current staff and resources and will reflect no fiscal impact to the AGO for fiscal note purposes.

Officials from the **Office of the State Courts Administrator, State Tax Commission** and the **Kansas City Police Department** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

Oversight only reflects the responses that we have received from state agencies and political subdivisions; however, other local political subdivisions were requested to respond to this proposed legislation but did not. Upon the receipt of additional responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval to publish a new fiscal note. A general listing of political subdivisions included in our database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2027 (10 Mo.)	FY 2028	FY 2029
LOCAL POLITICAL SUBDIVISIONS			
<u>Cost – Cities</u> (§82.298) Potential claims paid by a city to property owners for violations of the Safe Neighborhoods Act p.3	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>

FISCAL IMPACT – Small Business

Small businesses who are property owners and file a claim for compensation could be impacted by this proposal.

FISCAL DESCRIPTION

This bill establishes the "Safe Neighborhoods Act". The bill applies to property owners located in a city with more than 100,000 inhabitants.

Once per tax year, such property owners can submit claims for compensation if the city in which the property is located adopts a policy or practice of declining to enforce certain kinds of existing laws or ordinances, as provided in the bill, or maintains a public nuisance, and the property owner either incurs documented expenses to mitigate the effects of the policy, practice, or nuisance, or if the fair market value of the property is reduced by the policy, practice, or ordinance.

The amount of compensation to which the owner is entitled will be equal to the documented expenses or the reduction in fair market value of the property. The compensation cannot exceed the amount the owner paid for the prior tax year in primary property taxes to the city.

Within 30 days after a property owner submits a claim for compensation, the city must accept the claim and compensate the property owner, or reject the claim. The questions of whether a property owner is entitled to compensation and whether the amount of the claim is reasonable are justiciable questions. A prevailing property owner will be awarded reasonable attorney's fees.

A property owner and city are permitted to enter into a knowing and voluntary settlement for an amount less than the property owner's claim.

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

City of Kansas City
Attorney General's Office
Office of the State Courts Administrator
State Tax Commission
Kansas City Police Department



Julie Morff
Director
March 11, 2026



Jessica Harris
Assistant Director
March 11, 2026