HOUSE BILL No. 2226

By Committee on Federal and State Affairs

2-11

AN ACT concerning consumer protection; relating to the scrap metal theft 1 reduction act; registration; penalties; amending K.S.A. 2018 Supp. 50-2 6,109, 50-6,109e, 50-6,110, 50-6,111, 50-6,112a, 50-6,112b, 50-6,112c 3 and 75-3036 and repealing the existing sections; also repealing K.S.A. 4 5 2018 Supp. 50-6,109a, 50-6,109b, 50-6,109c, 50-6,109d and 50-6,109f. 6 7 Be it enacted by the Legislature of the State of Kansas: 8 Section 1. K.S.A. 2018 Supp. 50-6,109 is hereby amended to read as 9 follows: 50-6,109. (a) K.S.A. 2018 Supp. 50-6,109 through 50-6,112c, and amendments thereto, shall be known and may be cited as the scrap metal 10 11 theft reduction act. 12 (b) As used in the scrap metal theft reduction act: 13 (1) "Scrap metal dealer" means any individual, firm, company, partnership, association or corporation that operates a business that is 14 engaged in the business of buying, trading or dealing in regulated scrap 15 16 metal for the purpose of sale for recycling. "Regulated scrap metal" means any item, in any form, for which 17 the purchase price described in K.S.A. 2018 Supp. 50-6,110 and 50-6,111, 18 and amendments thereto, was primarily based on the content of: 19 20 (A) Aluminum, except that aluminum shall not include food or 21 beverage containers; 22 (B) copper; 23 (C) brass: 24 (D) bronze; 25 stainless steel; (E) 26 (F) zinc: 27 (G) titanium; 28 (H) tungsten; (I) nickel; 29 30 (J) platinum; 31 (K) palladium; (L) rhodium: 32 33 (M) magnesium; 34 (N) lead; 35 any other nonferrous metal; or (O) 36 any combination of nonferrous metals listed in subsections (b)(2) (P)

(A) through (b)(2)(P).

- (3) "Bales of regulated metal" means regulated scrap metal property processed with professional recycling equipment by compression, shearing or shredding, to a form in which it may be sold by a scrap metal dealer consistent with industry standards.
- (4) "Junk vehicle" means a vehicle as defined in K.S.A. 8-126, and amendments thereto, not requiring a title as provided in chapter 8 of the Kansas Statutes Annotated, and amendments thereto, an aircraft or a boat which is being sold for scrap value.
- (5) "Nonferrous metal" means a metal that does not contain iron or steel.
- (6) "Vehicle part" means the front clip consisting of the two front fenders, hood, grill and front bumper of an automobile assembled as one unit; or the rear clip consisting of those body parts behind the rear edge of the back doors, including both rear quarter panels, the rear window, trunk lid, trunk floor panel and rear bumper, assembled as one unit.
- (7) "Person" means any individual, scrap metal dealer, manager or employee, owner, operator, corporation, partnership or association.
- (8) "Attorney general" means the attorney general of the state of Kansas or the attorney general's designee.
- Sec. 2. K.S.A. 2018 Supp. 50-6,109e is hereby amended to read as follows: 50-6,109e. (a) Any person, whether or not a resident or citizen of this state, who in person or through an agent or an instrumentality, engages in business as a scrap metal dealer as defined in the scrap metal theft reduction act, thereby submits the person to the jurisdiction of the courts of this state as to any cause of action arising from such business.
- (b) Every administrative or civil action pursuant to the scrap metaltheft reduction act shall be brought in the district court of Shawnee county or in any other district where venue is otherwise authorized by law.
- Sec. 3. K.S.A. 2018 Supp. 50-6,110 is hereby amended to read as follows: 50-6,110. (a) It shall be unlawful for any person to sell any item or items of regulated scrap metal to a scrap metal dealer, or employee or agent of a dealer, in this state unless such person meets the requirements of this subsection.
- (1) Such person shall present to such scrap metal dealer, or employee or agent of such dealer, at or before the time of sale, the following: The seller's name, address, sex, date of birth and the seller's driver's license, military identification card, passport or personal identification license. An official governmental document for a country other than the United States may be used to meet this requirement provided that a legible fingerprint is also obtained from the seller.
- (2) Such person shall complete and sign the statement provided for in subsection (b)(10)(9).

(b) Every scrap metal dealer shall keep a register in which the dealer, or employee or agent of the dealer, shall at the time of purchase or receipt of any item for which such information is required to be presented, cross-reference to previously received information, or accurately and legibly record at the time of sale the following information:

- (1) The time, date and place of transaction;
- (2) the seller's name, address, sex, date of birth and the identifying number from the seller's driver's license, military identification card, passport or personal identification license; the identifying number from an official governmental document for a country other than the United States may be used to meet this requirement provided that a legible fingerprint is also obtained from the seller;
- (3) a copy of the identification card or document containing such identifying number. Failure to comply with the provisions of this paragraph between June 1, 2017, and January 1, 2020, may result in an assessment of a civil penalty by the attorney general of not less than \$100 nor more than \$5,000 for each violation:
- $\frac{(4)}{(3)}$ the license number, color and style or make of any motor vehicle in which the junk vehicle or other regulated scrap metal property is delivered in a purchase transaction;
- (5)(4) a general description, made in accordance with the custom of the trade, of the predominant types of junk vehicle or other regulated scrap metal property purchased in the transaction;
- (6)(5) the weight, quantity or volume, made in accordance with the custom of the trade, of the regulated scrap metal property purchased;
- (7)(6) if a junk vehicle or vehicle part is being bought or sold, a description of the junk vehicle or vehicle part, including the make, model, color, vehicle identification number and serial number if applicable;
- $\frac{(8)}{(7)}$ the price paid for, traded for or dealt for in a transaction for the junk vehicle or other regulated scrap metal property;
- (9)(8) the full name of the individual acting on behalf of the regulated scrap metal dealer in making the purchase; and
- (10)(9) a signed statement from the seller indicating from where the property was obtained and that: (A) Each item is the seller's own personal property, is free of encumbrances and is not stolen; or (B) the seller is acting for the owner and has permission to sell each item. If the seller is not the owner, such statement shall include the name and address of the owner of the property.
- (c) Every scrap metal dealer shall photograph the item or lot of items being sold at the time of purchase or receipt of any item for which such information is required to be presented. Such photographs shall be kept with the record of the transaction and the scrap metal dealer's register of information required by subsection (b). Failure to comply with the

 provisions of this subsection between June 1, 2017, and January 1, 2020, may result in an assessment of a civil penalty by the attorney general of not less than \$100 nor more than \$5,000 for each violation.

- (d)—The scrap metal dealer's register of information required by subsection (b), including copies of identification cards and signed statements by sellers, and photographs required by subsection (e) may be kept in electronic format.
- (e) Every serap metal dealer shall forward the information required by this section to the database described in K.S.A. 2018 Supp. 50-6,109a, and amendments thereto.
- $\frac{(f)}{(d)}$ Notwithstanding any other provision to the contrary, this section shall not apply to transactions in which the seller is a:
 - (1) Registered scrap metal dealer;
- (2) vehicle dealer licensed under chapter 8 of the Kansas Statutes Annotated, and amendments thereto; or
- (3) scrap metal dealer or vehicle dealer registered or licensed in another state.
- (g)(e) (1) Except as provided in subsection (g)(2), This section shall not apply to transactions in which the seller is known to the purchasing scrap metal dealer to be a licensed business that operates out of a fixed business location and that can reasonably be expected to generate regulated scrap metal.
- (2) The attorney general may determine, by rules and regulations, which of the requirements of this section shall apply to transactions described in subsection (g)(1).
- (h) The amendments made to subsection (e) by section 13 of chapter 96 of the 2015 Session Laws of Kansas shall be unenforceable and shall not apply from June 1, 2017, to January 1, 2020.
- Sec. 4. K.S.A. 2018 Supp. 50-6,111 is hereby amended to read as follows: 50-6,111. (a) It shall be unlawful for any such scrap metal dealer, or employee or agent of the dealer, to purchase any item or items of regulated scrap metal in a transaction for which K.S.A. 2018 Supp. 50-6,110, and amendments thereto, requires information to be presented by the seller, without demanding and receiving from the seller that information. Every scrap metal dealer shall file and maintain a record of information obtained in compliance with the requirements in K.S.A. 2018 Supp. 50-6,110, and amendments thereto. All records kept in accordance with the provisions of the scrap metal theft reduction act shall be open at all times to law enforcement officers and shall be kept for two years. If the required information is maintained in electronic format, the scrap metal dealer shall provide a printout of the information to law enforcement officers upon request.
 - (b) It shall be unlawful for any scrap metal dealer, or employee or

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agent of the dealer, to purchase any junk vehicle in a transaction for which K.S.A. 2018 Supp. 50-6,110, and amendments thereto, requires information to be presented by the seller, without:

- (1) Inspecting the vehicle offered for sale and recording the vehicle identification number; and
- (2) obtaining an appropriate bill of sale issued by a governmentally operated vehicle impound facility if the vehicle purchased has been impounded by such facility or agency.
- (c) It shall be unlawful for any scrap metal dealer, or employee or agent of the dealer, to purchase or receive any regulated scrap metal from a minor unless such minor is accompanied by a parent or guardian or such minor is a licensed scrap metal dealer.
- (d) It shall be unlawful for any scrap metal dealer, or employee or agent of the dealer, to purchase any of the following items without obtaining proof that the seller is an employee, agent or person who is authorized to sell the item on behalf of the governmental entity; utility provider; railroad; cemetery; civic organization; manufacturing, industrial or other commercial vendor that generates or sells such items in the regular course of business; or scrap metal dealer:
 - (1) Utility access cover;
 - (2) street light poles or fixtures;
- (3) road or bridge guard rails;
 - (4) highway or street sign;
- 24 (5) water meter cover;
 - (6) traffic directional or traffic control signs:
- 26 (7) traffic light signals;
- 27 (8) any metal marked with any form of the name or initials of a governmental entity;
- 29 (9) property owned and marked by a telephone, cable, electric, water 30 or other utility provider;
 - (10) property owned and marked by a railroad;
 - (11) funeral markers or vases;
 - (12) historical markers;
 - (13) bales of regulated metal;
- 35 (14) beer kegs;
 - (15) manhole covers;
- 37 (16) fire hydrants or fire hydrant caps;
- 38 (17) junk vehicles with missing or altered vehicle identification 39 numbers;
- 40 (18) real estate signs;
- 41 (19) bleachers or risers, in whole or in part;
- 42 (20) twisted pair copper telecommunications wiring of 25 pair or 43 greater existing in 19, 22, 24 or 26 gauge; and

(21) burnt wire.

- (e) It shall be unlawful for any scrap metal dealer, or employee or agent of the dealer, to sell, trade, melt or crush, or in any way dispose of, alter or destroy any regulated scrap metal, junk vehicle or vehicle part upon notice from any law enforcement agency, or any of their agents or employees, that they have cause to believe an item has been stolen. A scrap metal dealer shall hold any of the items that are designated by or on behalf of the law enforcement agency for 30 days, exclusive of weekends and holidays.
- (f) Failure to comply with the provisions of this section between June 1, 2017, and January 1, 2020, may result in an assessment of a civil penalty by the attorney general of not less than \$100 nor more than \$5,000 for each violation.
- Sec. 5. K.S.A. 2018 Supp. 50-6,112a is hereby amended to read as follows: 50-6,112a. (a) A scrap metal dealer shall not purchase any regulated scrap metal without having first registered each place of business with the attorney general as herein provided. If such scrap metal dealer's place of business is located within the corporate city limits of a city, the registration shall be made to the governing body of such city. In all other cases, the registration shall be made to the board of county commissioners in the county in which such place of business is to be located.
- (b) The attorney general shall establish a system for the public to-eonfirm scrap metal dealer registration certificates. Such system shall-include a listing of valid registration certificates and such other-information collected pursuant to the scrap metal theft reduction act, as the attorney general may determine is appropriate. Disclosure of any information through use of the system established by the attorney general shall not be deemed to be an endorsement of any scrap metal dealer or determination of any facts, qualifications, information or reputation of any scrap metal dealer by the attorney general, the state, or any of their respective agents, officers, employees or assigns (1) The board of county commissioners shall provide the clerk of the township in which such place of business is to be located with written notice of the filing of a registration by a scrap metal dealer within 10 days after registration or renewal is accepted.
- (2) The governing body of the city or the board of county commissioners in which such place of business is to be located, as the case may be, shall provide the sheriff, chief of police or director of all law enforcement agencies in the county written notice of the filing of a registration by a scrap metal dealer within 10 days after registration or renewal is accepted.
- (c) A registration for a scrap metal dealer shall be verified and upon a form approved by the attorney general and contain:

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(1) (A) The name and residence of the applicant, including all previous names and aliases; or

- (B) if the applicant is a: Corporation, the name and address of each manager, officer or director thereof, and each stockholder owning in the aggregate more than 25% of the stock of such corporation; or partnership or limited liability company, the name and address of each partner or member;
- (2) the length of time that the applicant has resided within the state of Kansas and a list of all residences outside the state of Kansas during the previous 10 years;
- (3) the particular place of business for which a registration is desired, the name of the business, the address where the business is to be conducted, the hours of operation and the days of the week during which the applicant proposes to engage in business;
- (4) the name of the owner of the premises upon which the place of business is located; and
- (5) the applicant shall disclose any prior convictions within 10 years immediately preceding the date of making the registration for: A violation of article 37 of chapter 21 of the Kansas Statutes Annotated, prior to-their its repeal, or K.S.A. 2018 Supp. 21-5801 through 21-5839 or K.S.A. 2018 Supp. 21-6412(a)(6), and amendments thereto; perjury, K.S.A. 21-3805, prior to its repeal, or K.S.A. 2018 Supp. 21-5903, and amendments thereto; compounding a crime, K.S.A. 21-3807, prior to its repeal; obstructing legal process or official duty, K.S.A. 21-3808, prior to its repeal; falsely reporting a crime, K.S.A. 21-3818, prior to its repeal; interference with law enforcement, K.S.A. 2018 Supp. 21-5904, and amendments thereto; interference with judicial process, K.S.A. 2018 Supp. 21-5905, and amendments thereto; or any crime involving dishonesty or false statement or any substantially similar offense pursuant to the laws of any city, state or of the United States.
- (d) Each registration for a scrap metal dealer to purchase regulated scrap metal shall be accompanied by a fee of not less than \$1,500 \$100 nor more than \$1,500 \$400, as prescribed by the attorney general board of county commissioners or the governing body of the city, as the case may be, for each particular place of business for which a registration is desired.
- (e) The attorney general board of county commissioners or the governing body of the city shall accept a registration for a scrap metal dealer as otherwise provided for herein, from any scrap metal dealer qualified to file such registration, to purchase regulated scrap metals. Such registration shall be issued for a period of one year 10 years.
- (f) If an original registration is accepted, the attorney general board of county commissioners or the governing body of the city shall grant and issue renewals thereof upon application of the registration holder, if the

 registration holder is qualified to-receive the same file such renewal and the registration has not been revoked as provided by law. The renewal fee shall be not less than \$25 nor more than \$1,500, as prescribed by the attorney general \$50, as prescribed by the board of county commissioners or the governing body of a city for each particular place of business.

- (g) Any registration issued under the scrap metal theft reduction act shall not be transferable.
- (h) This section shall not apply to a business licensed under the provisions of K.S.A. 8-2404, and amendments thereto, unless such business buys or recycles regulated scrap metal that are not motor vehicle components.
- (i) The amendments made to subsections (d) and (f) by section 15 of chapter 96 of the 2015 Session Laws of Kansas shall be unenforceable and shall not apply from June 1, 2017, to January 1, 2020 Violation of subsection (a) is a class A nonperson misdemeanor.
- Sec. 6. K.S.A. 2018 Supp. 50-6,112b is hereby amended to read as follows: 50-6,112b. (a) After examining the information contained in a filing for a scrap metal dealer registration and determining the registration meets the statutory requirements for such registration, the attorney general board of county commissioners or the governing body of the city shall accept such filing and the scrap metal dealer shall be deemed to be properly registered.
 - (b) No scrap metal registration shall be accepted for:
- (1) A person who is not a citizen or legal permanent resident of the United States.
- (2) A person who is under 18 years of age and whose parents or legal guardians have been convicted of a felony or other crime which would disqualify a person from registration under this section and such crime was committed during the time that such parents or legal guardians held a registration under the scrap metal theft reduction act.
- (3) A person who, within 10 years immediately preceding the date of filing, has pled guilty to, entered into a diversion agreement for, been convicted of, released from incarceration for or released from probation or parole for committing, attempting to commit, or conspiring to commit a violation of: Article 37 of chapter 21 of the Kansas Statutes Annotated, prior to-their its repeal, or K.S.A. 2018 Supp. 21-5801 through 21-5839 or K.S.A. 2018 Supp. 21-6412(a)(6), and amendments thereto; perjury, K.S.A. 21-3805, prior to its repeal, or K.S.A. 2018 Supp. 21-5903, and amendments thereto; compounding a crime, K.S.A. 21-3807, prior to its repeal; obstructing legal process or official duty, K.S.A. 21-3808, prior to its repeal; falsely reporting a crime, K.S.A. 21-3818, prior to its repeal; interference with law enforcement, K.S.A. 2018 Supp. 21-5904, and amendments thereto; interference with judicial process, K.S.A. 2018 Supp.

 21-5905, and amendments thereto; or any crime involving dishonesty or false statement or any substantially similar offense pursuant to the laws of any city, state or of the United States.

- (4) A person who within the 10 years immediately preceding the date of registration held a scrap metal dealer registration which was revoked, or managed a facility for a scrap metal dealer whose registration was revoked, or was an employee whose conduct led to or contributed to the revocation of such registration.
- (5) A person who makes a materially false statement on the registration application or has made a materially false statement on a registration or similar filing within the last 10 years.
- (6) A partnership or limited liability company, unless all partners or members of the partnership or limited liability company are otherwise qualified to file a registration.
- (7) A corporation, if any manager, officer or director thereof, or any stockholder owning in the aggregate more than 25% of the stock of such corporation, would be ineligible to receive a license hereunder for any reason.
- (8) A person whose place of business is conducted by a manager or agent unless the manager or agent possesses all of the qualifications for registration.
- (9) A person whose spouse has been convicted of a felony or other crime which would disqualify a person from registration under this section and such crime was committed during the time that the spouse held a registration under the scrap metal theft reduction act.
- (10) A person who does not own the premises upon which the place of business is located for which a license is sought, unless the person has a written lease for at least ³/₄ of the period for which the license is to be issued.
- (e) Any person filing a serap metal dealer registration may be subject to a criminal history records check and may be given a written notice that a criminal history records check is required. The attorney general may require such applicant to be fingerprinted and submit to a state and national criminal history record check. If required, such fingerprints shall be used to identify the applicant and to determine whether the applicant has a record of criminal history in this state or another jurisdiction. The attorney general shall submit any fingerprints provided to the Kansas-bureau of investigation and the federal bureau of investigation for a state and national criminal history record check. Local and state law enforcement officers and agencies shall assist the attorney general in the taking and processing of fingerprints of applicants. The attorney general may use the information obtained from fingerprinting and the criminal history for purposes of verifying the identification of the applicant and in

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 the official determination of whether the scrap metal dealer registration shall be accepted. If the criminal history record information is used to disqualify an applicant, the applicant shall be informed in writing of that decision.

- (d) The amendments made to subsections (b)(10) and (e) by section 16 of chapter 96 of the 2015 Session Laws of Kansas shall be unenforceable and shall not apply from June 1, 2017, to January 1, 2020.
- Sec. 7. K.S.A. 2018 Supp. 50-6,112c is hereby amended to read as follows: 50-6,112c. (a) The attorney general board of county commissioners or the governing body of the city that issued the registration, upon five days notice to the persons holding a the registration, may suspend the scrap metal dealer's registration for up to 30 days for any one of the following reasons:
- (1) The registrant has been found to have violated any of the provisions of the scrap metal theft reduction act, or any similar ordinance, resolution or rules or regulations;
- (2) the employment or continuation in employment of a person if the registered scrap metal dealer knows such person has, within the 24 months prior to the notice of suspension or revocation action, been found to have violated any of the provisions of the scrap metal theft reduction act, or the laws of another state comparable to such provisions, or any city or county ordinance or resolution, or regulation controlling scrap metal sale or purchase in Kansas or any other state; or
- (3) permitting any criminal activity under the Kansas criminal code, or similar ordinance, resolution or rules or regulations made by the board or city, as the case may be, in or upon the registrant's place of business.
- (b) The attorney general board of county commissioners or the governing body of the city may revoke the registration of a scrap metal dealer who has had its registration suspended three or more times within a 24-month period.
- (c) The attorney general board of county commissioners or the governing body of the city, upon five days' notice to the person holding the registration, shall revoke or suspend the scrap metal dealer's registration for any one of the following reasons:
- (1) The registrant has fraudulently registered by knowingly giving materially false information on the registration form;
- (2) the registrant has become ineligible to obtain a registration under the scrap metal theft reduction act;
- (3) the nonpayment of any registration fees after receiving written notice that such registration fees are more than 30 days past due; or
- (4) the nonpayment of any civil penalty after receiving written notice that such penalty is more than 30 days past due.
 - (d) Any action brought under this section shall be brought

individually against a single registrant's place of business and not against any other place of business registered by the same individual, company or business entity.

- (e) Any person aggrieved by the decision of the attorney general to suspend or revoke a registration under this section may appeal such decision in accordance with rules and regulations promulgated by the attorney general to implement the scrap metal theft reduction act board of county commissioners or the governing body of the city, within 20 days after the order of the board or governing body denying, revoking or suspending any registration, may appeal to the district court, and the district court shall proceed to hear such appeal as though the court had original jurisdiction of the matter. Upon request by the registrant, the district court may enjoin the revocation or suspension of a registration until final disposition of any action brought under this section.
- Sec. 8. K.S.A. 2018 Supp. 75-3036 is hereby amended to read as follows: 75-3036. (a) The state general fund is exclusively defined as the fund into which shall be placed all public moneys and revenue coming into the state treasury not specifically authorized by the constitution or by statute to be placed in a separate fund, and not given or paid over to the state treasurer in trust for a particular purpose, which unallocated public moneys and revenue shall constitute the general fund of the state. Moneys received or to be used under constitutional or statutory provisions or under the terms of a gift or payment for a particular and specific purpose are to be kept as separate funds and shall not be placed in the general fund or ever become a part of it.
- (b) The following funds shall be used for the purposes set forth in the statutes concerning such funds and for no other governmental purposes. It is the intent of the legislature that the following funds and the moneys deposited in such funds shall remain intact and inviolate for the purposes set forth in the statutes concerning such funds: Board of accountancy fee fund, K.S.A. 1-204 and 75-1119b, and amendments thereto, and special litigation reserve fund of the board of accountancy; bank commissioner fee fund, K.S.A. 9-1703, 16a-2-302 and 75-1308, and amendments thereto, bank investigation fund, K.S.A. 9-1111b, and amendments thereto, consumer education settlement fund and litigation expense fund of the state bank commissioner; securities act fee fund and investor education and protection fund, K.S.A. 17-12a601, and amendments thereto, of the office of the securities commissioner of Kansas; credit union fee fund, K.S.A. 17-2236, and amendments thereto, of the state department of credit unions; court reporters fee fund, K.S.A. 20-1a02, and amendments thereto, and bar admission fee fund, K.S.A. 20-1a03, and amendments thereto, of the judicial branch; fire marshal fee fund, K.S.A. 31-133a and 31-134, and amendments thereto, and boiler inspection fee fund, K.S.A. 44-926, and

1 amendments thereto, of the state fire marshal; food service inspection 2 reimbursement fund, K.S.A. 36-512, and amendments thereto, of the 3 Kansas department of agriculture; wage claims assignment fee fund, 4 K.S.A. 44-324, and amendments thereto, and workmen's compensation fee 5 fund, K.S.A. 74-715, and amendments thereto, of the department of labor; 6 veterinary examiners fee fund, K.S.A. 47-820, and amendments thereto, of 7 the state board of veterinary examiners; mined-land reclamation fund, 8 K.S.A. 49-420, and amendments thereto, of the department of health and 9 environment; conservation fee fund and well plugging assurance fund, K.S.A. 55-155, 55-176, 55-609, 55-711 and 55-901, and amendments 10 thereto, gas pipeline inspection fee fund, K.S.A. 66-1,155, and 11 12 amendments thereto, and public service regulation fund, K.S.A. 66-1503, 13 and amendments thereto, of the state corporation commission; land survey 14 fee fund, K.S.A. 58-2011, and amendments thereto, of the state historical 15 society; real estate recovery revolving fund, K.S.A. 58-3074, and 16 amendments thereto, of the Kansas real estate commission; appraiser fee 17 58-4107, and amendments thereto, K.S.A. and appraisal 18 management companies fee fund of the real estate appraisal board; 19 amygdalin (laetrile) enforcement fee fund, K.S.A. 65-6b10, and amendments thereto; mortuary arts fee fund, K.S.A. 65-1718, and 20 21 amendments thereto, of the state board of mortuary arts; board of 22 barbering fee fund, K.S.A. 65-1817a, and amendments thereto, of the 23 Kansas board of barbering; cosmetology fee fund, K.S.A. 65-1951 and 74-24 2704, and amendments thereto, of the Kansas state board of cosmetology; 25 healing arts fee fund, K.S.A. 65-2011, 65-2855, 65-2911, 65-5413, 65-26 5513, 65-6910, 65-7210 and 65-7309, and amendments thereto, and 27 medical records maintenance trust fund, of the state board of healing arts; 28 other state fees fund, K.S.A. 65-4024b, and amendments thereto, of the 29 Kansas department for aging and disability services: board of nursing fee 30 fund, K.S.A. 74-1108, and amendments thereto, of the board of nursing; 31 dental board fee fund, K.S.A. 74-1405, and amendments thereto, and 32 special litigation reserve fund, of the Kansas dental board; optometry fee 33 fund, K.S.A. 74-1503, and amendments thereto, and optometry litigation 34 fund, of the board of examiners in optometry; state board of pharmacy fee 35 fund, K.S.A. 74-1609, and amendments thereto, and state board of 36 pharmacy litigation fund, of the state board of pharmacy; abstracters' fee 37 fund, K.S.A. 74-3903, and amendments thereto, of the abstracters' board of 38 examiners; athletic fee fund, K.S.A. 74-50,188, and amendments thereto, 39 of the department of commerce; hearing instrument board fee fund, K.S.A. 40 74-5805, and amendments thereto, and hearing instrument litigation fund 41 of the Kansas board of examiners in fitting and dispensing of hearing 42 instruments; commission on disability concerns fee fund, K.S.A. 74-6708, 43 and amendments thereto, of the governor's department; technical

professions fee fund, K.S.A. 74-7009, and amendments thereto, and special litigation reserve fund of the state board of technical professions; behavioral sciences regulatory board fee fund, K.S.A. 74-7506, and amendments thereto, of the behavioral sciences regulatory board; governmental ethics commission fee fund, K.S.A. 25-4119e, and amendments thereto, of the governmental ethics commission; emergency medical services board operating fund, K.S.A. 75-1514, and amendments thereto, of the emergency medical services board; fire service training program fund, K.S.A. 75-1514, and amendments thereto, of the university of Kansas; uniform commercial code fee fund, K.S.A. 2018 Supp. 75-448, and amendments thereto, of the secretary of state; prairie spirit rails-to-trails fee fund of the Kansas department of wildlife, parks and tourism; water marketing fund, K.S.A. 82a-1315c, and amendments thereto, of the Kansas water office; insurance department service regulation fund, K.S.A. 40-112, and amendments thereto, of the insurance department; state fair special cash fund, K.S.A. 2-220, and amendments thereto, of the state fair board; serap metal theft reduction fee fund, K.S.A. 2018 Supp. 50-6,109a, and amendments thereto; and any other fund in which fees are deposited for licensing, regulating or certifying a person, profession, commodity or product.

- (c) If moneys received pursuant to statutory provisions for a specific purpose by a fee agency are proposed to be transferred to the state general fund or a special revenue fund to be expended for general government services and purposes in the governor's budget report submitted pursuant to K.S.A. 75-3721, and amendments thereto, or any introduced house or senate bill, the person or business entity who paid such moneys within the preceding 24-month period shall be notified by the fee agency within 30 days of such submission or introduction:
- (1) By electronic means, if the fee agency has an electronic address on record for such person or business entity. If no such electronic address is available, the fee agency shall send written notice by first class mail; or
- (2) any agency that receives fees from a tax, fee, charge or levy paid to the commissioner of insurance shall post the notification required by this subsection on such agency's website.
- (d) Any such moneys which are wrongfully or by mistake placed in the general fund shall constitute a proper charge against such general fund. All legislative appropriations which do not designate a specific fund from which they are to be paid shall be considered to be proper charges against the general fund of the state. All revenues received by the state of Kansas or any department, board, commission, or institution of the state of Kansas, and required to be paid into the state treasury shall be placed in and become a part of the state general fund, except as otherwise provided by law.

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(e) The provisions of this section shall not apply to the 10% credited to the state general fund to reimburse the state general fund for accounting, auditing, budgeting, legal, payroll, personnel and purchasing services, and any and all other state governmental services, as provided in K.S.A. 75-3170a, and amendments thereto.

- (f) Beginning on January 8, 2018, the director of the budget shall prepare a report listing the unencumbered balance of each fund in subsection (b) on June 30 of the previous fiscal year and January 1 of the current fiscal year. Such report shall be delivered to the secretary of the senate and the chief clerk of the house of representatives on or before the first day of the regular legislative session each year.
- (g) As used in this section, "fee agency" shall include the state agencies specified in K.S.A. 75-3717(f), and amendments thereto, and any other state agency that collects fees for licensing, regulating or certifying a person, profession, commodity or product.
- Sec. 9. K.S.A. 2018 Supp. 50-6,109, 50-6,109a, 50-6,109b, 50-6,109c, 50-6,109d, 50-6,109e, 50-6,109f, 50-6,110, 50-6,111, 50-6,112a, 50-6,112b, 50-6,112c and 75-3036 are hereby repealed.
- Sec. 10. This act shall take effect and be in force from and after its publication in the statute book.