

ECONOMIC IMPACT STATEMENT

This is a single economic impact statement for permanent regulation 93-9-1.

This regulation is required by K.S.A. 2014 Supp. 79-5b04.

- I. **BRIEF DESCRIPTION OF PROPOSED REGULATIONS AND THEIR INTENDED EFFECT:** K.A.R. 93-9-1 sets forth the appraiser qualifications for appraisers to value and classify complex industrial properties. It requires such appraisers to be certified or licensed by the Kansas Real Estate Appraisal Board. It requires the appraisal report to comply with the 2014-2015 edition of the uniform standards of professional appraisal practice ("USPAP"), Kansas statutes and regulations and the personal property appraisal guide promulgated by the director of property valuation.
- II. **WHETHER OR NOT THE PROPOSED REGULATIONS ARE MANDATED BY FEDERAL LAW AS A REQUIREMENT FOR PARTICIPATION IN OR IMPLEMENTING A FEDERALLY SUBSIDIZED OR ASSISTED PROGRAM:** No.
- III. **WHETHER THE PROPOSED REGULATIONS EXCEED THE REQUIREMENTS OF APPLICABLE FEDERAL LAW:** N/A.
- IV. **DESCRIPTION OF THE COST, THE PERSONS WHO WILL BEAR THE COST, AND THOSE WHO WILL BE AFFECTED BY THE PROPOSED REGULATIONS:** The statute being implemented (K.S.A. 2014 Supp. 79-5b01) requires the cost of appraising complex industrial property to be borne by the county wherein the property is located. The amount is undeterminable because the number of requests for appraisals is undeterminable. It is estimated that there are between 35 and 40 complex industrial properties in the state.
- V. **A DESCRIPTION OF ANY LESS COSTLY OR LESS INTRUSIVE METHODS THAT WERE CONSIDERED BY THE STATE AGENCY FOR ACHIEVING THE STATED PURPOSE OF THE REGULATIONS AND THE REASONS THAT THOSE METHODS WERE REJECTED IN FAVOR OF THE PROPOSED REGULATIONS:** Due to the complexity of the properties required to be valued and classified, the agency concluded that requiring such appraisers to be certified or licensed by the Kansas Real Estate Appraisal Board was necessary to assure a professional appraisal that complies with USPAP.

VI. **SUMMARY**: These regulations will not impact the revenue of cities or school districts. As noted above, the statute being implemented will impact counties.