### SESSION OF 2006

### SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2949

# As Amended by Senate Committee on Ways and Means

## **Brief\***

HB 2949 would permit an additional use for the moneys in the Kansas Public Water Supply Loan Fund and the Kansas Water Pollution Control Revolving Fund. That additional use would be a source of revenue or security for the payment of principal and interest on bonds.

## **Background**

Representatives from the Kansas Development Finance Authority (KDFA) and the Kansas Department of Health and Environment (KDHE) testified favorably on the bill. The agency representatives indicated that this bill would allow KDFA and KDHE to pledge the combined assets of the Kansas Water Pollution Control Revolving Fund and the Kansas Public Water Supply Revolving Loan Fund for bond issues. This is anticipated to result in increased strength and lending capacity for each program.

The Senate Committee on Ways and Means amended the bill with the provisions of HB 2956. HB 2956 would implement this strategy on the Kansas Water Pollution Control Revolving Fund and is the companion bill to the original HB 2949.

The fiscal note prepared by the Division of the Budget on HB 2949 and HB 2956 indicates that this bill would have no impact on state revenues or expenditures.

<sup>\*</sup>Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.kslegislature.org