

March 2, 2012

CORRECTED

The Honorable Richard Carlson, Chairperson
House Committee on Taxation
Statehouse, Room 274-W
Topeka, Kansas 66612

Dear Representative Carlson:

SUBJECT: Corrected Fiscal Note for HB 2609 by House Committee on Taxation

In accordance with KSA 75-3715a, the following corrected fiscal note concerning HB 2609 is respectfully submitted to your committee.

Under current law, the State General Fund will transfer \$27.0 million to the Local Ad Valorem Tax Reduction Fund in FY 2014, \$40.5 million in FY 2015, and \$54.0 million in FY 2016 and in each future fiscal year. HB 2609 would make changes to the amounts that are transferred beginning in FY 2015. The bill would transfer \$45.0 million to the Local Ad Valorem Tax Reduction Fund in FY 2015 and in each future fiscal year. Transfers from the State General Fund to the Local Ad Valorem Tax Reduction Fund are made on January 15th and on July 15th of each year. In the fiscal note originally issued, only one of the two annual State General Fund transfers to the Local Ad Valorem Tax Reduction Fund was calculated into the fiscal effect for each fiscal year.

HB 2609 would increase the amount of the State General Fund transfer to the Local Ad Valorem Tax Reduction Fund by \$4.5 million in FY 2015 and would reduce the amount of the transfer by \$9.0 million in FY 2016 and in each future fiscal year. Any fiscal effect associated with HB 2609 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget