

February 7, 2011

The Honorable Jean Schodorf, Chairperson
Senate Committee on Education
Statehouse, Room 236-E
Topeka, Kansas 66612

Dear Senator Schodorf:

SUBJECT: Fiscal Note for SB 41 by Legislative Educational Planning Committee

In accordance with KSA 75-3715a, the following fiscal note concerning SB 41 is respectfully submitted to your committee.

SB 41 would make permanent the new categories and fee levels established for FY 2011 by the 2010 Legislature that the Board of Regents may charge private and out-of-state postsecondary educational institutions in order to carry out the Board's statutory and regulatory responsibilities. The fees listed in the bill would be the maximum allowable amounts.

The budget for the Board of Regents recommended by the Governor for FY 2012 assumes continuation of the current fee structure. If the bill is not enacted, fees would revert back to the 2003 fee structure and revenues and expenditures would decline by approximately by \$500,000. Given the current and increasing demands by this industry, the Board would not be able to keep up with the new institutions seeking approval or the current approved institutions seeking to add new programs.

Sincerely,



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

cc: Diane Duffy, Board of Regents