

SESSION OF 2011

**SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2020**

As Amended by Senate Committee of the Whole

**Brief\***

HB 2020 would allow revenues from rents, boarding fees, and other charges related to university student housing at state universities, to go to either the Housing System Suspense Fund or directly to the Housing System Operations Fund, at the discretion of the university.

In addition, the bill would allow interest earned from the Housing System Operations Fund and Housing System Repairs Fund to be transferred into those funds. (Current law allows interest earned from the Housing System Suspense Fund to be transferred into that Fund.)

The bill would require that the interest earnings from the Johnson County Education Research Triangle sales tax be transferred from the State General Fund to the Johnson County Education Triangle Fund of the University of Kansas, the University of Kansas Medical Center, and Kansas State University. The bill would require that the interest earnings be transferred by the tenth day of each month, and would be determined by the average daily balance in each of the respective funds in the preceding month, and the net earnings rate for the Pooled Money Investment Board portfolio for the preceding month.

**Background**

The original HB 2020 was part of the Kansas Board of Regents legislative package brought to the Legislative Educational Planning Committee.

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\*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>

Proponents of the original HB 2020 included representatives of the University of Kansas and Kansas Board of Regents.

SB 28 was amended into HB 2020 by the Senate Committee of the Whole.

SB 28 was part of the Kansas Board of Regents legislative package and was recommended by the Legislative Education Planning Commission.

The Division of the Budget fiscal note on the original HB 2020 stated here would be no fiscal impact.

The Division of the Budget fiscal note on SB 28 stated that the Board of Regents estimated that the bill would decrease State General Fund revenues by approximately \$4,320 in FY 2012 and would provide a corresponding increase in revenue to the Johnson County Education Research Triangle Fund of the University of Kansas, the University of Kansas Medical Center, and Kansas State University.

In addition to the fiscal note, the Department of Administration indicated that the costs associated with calculating and transferring interest earning on a month based would be negligible and could be absorbed within existing resources. Any fiscal effect associated with this bill is not reflected in *The FY 2012 Governor's Budget Report*.