

February 13, 2013

The Honorable Kasha Kelley, Chairperson  
House Committee on Education  
Statehouse, Room 151-S  
Topeka, Kansas 66612

Dear Representative Kelley:

**SUBJECT:** Fiscal Note for HB 2264 by House Committee on Education

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2264 is respectfully submitted to your committee.

Under current law, eligible school districts receive state aid payments from the School District Capital Improvements Fund in the Department of Education for general obligation bonds issued for capital improvements. The amount of aid received by a school district is determined by a statutory formula. HB 2264 would suspend these state aid payments for bonds approved from July 1, 2013 through July 1, 2015. The bill would require the Legislature to review this change prior to July 1, 2015.

Because of the lag from the time when a bond issue is approved by voters to the time a bond payment is required, the Kansas Department of Education estimates that bond and interest state aid would not be affected until FY 2016. Since expenditures from the School District Capital Improvements Fund are financed by a transfer from the State General Fund, enactment of HB 2264 would have the effect of increasing revenues to the State General Fund by approximately \$1.0 million, beginning in FY 2016. Any fiscal effect associated with HB 2264 is not reflected in *The FY 2014 Governor's Budget Report*.

Sincerely,



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

cc: Dale Dennis, Education