



February 12, 2024

The Honorable Steven K. Howe, Chairperson
 House Committee on Higher Education Budget
 300 SW 10th Avenue, Room 281-N
 Topeka, Kansas 66612

Dear Representative Howe:

SUBJECT: Fiscal Note for HB 2705 by House Committee on Higher Education Budget

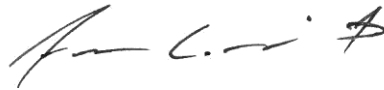
In accordance with KSA 75-3715a, the following fiscal note concerning HB 2705 is respectfully submitted to your committee.

HB 2705 would authorize the State Board of Regents, on behalf of Kansas State University, to sell and convey all of the rights, title, and interest subject to all easements and appurtenances in certain real estate located in the City of Manhattan, Riley County, Kansas. The bill would take effect upon its publication in the *Kansas Register*.

Estimated State Fiscal Effect			
	FY 2024	FY 2025	FY 2026
Expenditures			
State General Fund	--	--	--
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Expenditures	--	--	--
Revenues			
State General Fund	--	--	--
Fee Fund(s)	\$2,500,000	--	--
Federal Fund	--	--	--
Total Revenues	\$2,500,000	--	--
FTE Positions	--	--	--

With the enactment of HB 2705, Kansas State University would retain the proceeds from the sale of the property. In addition, once the property is sold, Kansas State University would no longer incur the costs to maintain the property. Kansas State University estimates additional revenue of \$2.5 million in FY 2024 resulting from the sale of the real estate. All proceeds from the sale would be credited to the Housing System Repair, Equipment and Improvement Fund of Kansas State University. Any fiscal effect associated with HB 2705 is not reflected in *The FY 2025 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt", with a stylized flourish at the end.

Adam C. Proffitt
Director of the Budget

cc: Stephanie McDowell, Kansas State University
Becky Pottebaum, Board of Regents