

March 1, 2011

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

Dear Representative Carlson:

SUBJECT: Fiscal Note for HB 2290 by House Committee on Education

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2290 is respectfully submitted to your committee.

Under current law, the amount of the Special County Mineral Production Tax Fund that is distributed to a school district is deposited in the general fund of the school district. HB 2290 would require that this money be deposited in the supplemental general fund of the school district.

Estimated State Fiscal Effect				
	FY 2011 SGF	FY 2011 All Funds	FY 2012 SGF	FY 2012 All Funds
Revenue	--	--	--	--
Expenditure	--	--	\$3,500,000	\$3,500,000
FTE Pos.	--	--	--	--

According to the Kansas Department of Education, enactment of HB 2290 would require additional state aid totaling \$3.5 million from the State General Fund in FY 2012. Under current law, the Special County Mineral Production Tax Fund is part of local effort in the general fund of school districts and is deducted when calculating the amount of required general state aid. Therefore, depositing this revenue in the supplemental general fund would require additional general state aid under the school finance formula. Any fiscal effect associated with HB 2290 is not reflected in *The FY 2012 Governor's Budget Report*.

Sincerely,



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

cc: Steve Neske, Revenue
Dale Dennis, Education
Melissa Wangemann, Kansas Association of Counties