

January 17, 2012

The Honorable Steve Huebert, Chairperson  
House Committee on Local Government  
Statehouse, Room 149-S  
Topeka, Kansas 66612

Dear Representative Huebert:

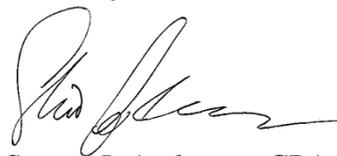
**SUBJECT:** Fiscal Note for HB 2420 by Representative Fawcett

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2420 is respectfully submitted to your committee.

Existing law limits the authorized and outstanding bonded indebtedness for Junction City, Kansas to no more than 37.0 percent of the assessed valuation of the city from July 1, 2011 through June 30, 2013 and no more than 34.0 percent from July 1, 2013 through June 30, 2015. HB 2420 would amend the law to limit the authorized and outstanding bonded indebtedness for the city to no more than 37.0 percent of the assessed valuation of the city from July 1, 2011 through June 30, 2016 and to no more than 34.0 percent from July 1, 2016 through June 30, 2020.

Passage of HB 2420 would have no fiscal effect on the state budget and, according to the League of Kansas Municipalities, no fiscal effect on any city in Kansas but Junction City. HB 2420 would allow the greater levels of indebtedness for three additional years.

Sincerely,



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

cc: Larry Baer, LKM