

March 10, 2017

The Honorable Troy Waymaster, Chairperson
House Committee on Appropriations
Statehouse, Room 111-N
Topeka, Kansas 66612

Dear Representative Waymaster:

SUBJECT: Fiscal Note for HB 2340 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2340 is respectfully submitted to your committee.

Beginning in FY 2018, HB 2340 would require the Director of the Budget, in consultation with the Director of Legislative Research, to certify to the Director of Accounts and Reports at the end of each fiscal year the amount of actual State General Fund revenue that is in excess of or less than the most recent consensus revenue estimate. If actual State General Fund revenue is in excess of the estimate, the amount would be transferred to the Budget Stabilization Fund. If the actual revenue is less than estimate, there would be no transfer. The bill would limit expenditures from the Budget Stabilization Fund to payments to reduce the unfunded actuarial pension liability or to call or refund selected bonds for which debt service is paid from the State General Fund. The bill would define “unfunded actuarial pension liability.”

Because future variances between actual revenues and joint estimates cannot be determined, a fiscal effect for HB 2340 cannot be estimated. If actual revenues exceed estimates the unfunded actuarial pension liability or future State General Fund expenditures for debt service could be reduced.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Raney Gilliland, Legislative Research