

March 7, 2023

The Honorable Rick Billinger, Chairperson
Senate Committee on Ways and Means
300 SW 10th Avenue, Room 548-S
Topeka, Kansas 66612

Dear Senator Billinger:

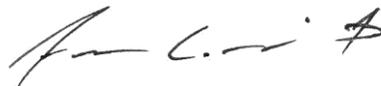
SUBJECT: Fiscal Note for SB 295 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 295 is respectfully submitted to your committee.

Under current law, all taxable tangible property of a school district is taxed at a rate of 20 mills and is used partially to fund State Foundation Aid payments in the school finance formula to school districts. The 20-mill levy is currently authorized for the 2021-2022 and 2022-2023 school years. SB 295 would extend the authorization for the 20-mill property tax through the 2024-2025 school year.

The fiscal effect associated with SB 295 has been reflected in *The FY 2024 Governor's Budget Report*. Revenues from the 20-mill property tax, including authorized exemptions, that would assist financing State Foundation Aid payments in the school finance formula are estimated to be \$799.1 million in FY 2023, \$811.5 million in FY 2024, and \$812.3 million in FY 2025, which were estimated during the Fall 2022 Education Consensus.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Craig Neuenswander, Department of Education