Division of the Budget

February 14, 2024

The Honorable Francis Awerkamp, Chairperson
House Committee on Welfare Reform
300 SW 10th Avenue, Room 152-S
Topeka, Kansas 66612

Dear Representative Awerkamp:

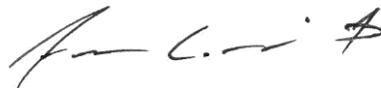SUBJECT: Fiscal Note for HB 2723 by House Committee on Welfare Reform

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2723 is respectfully submitted to your committee.

HB 2723 would create a grant fund that would be administered by Kansas Department for Aging and Disability Services (KDADS) to create homeless shelter infrastructure and a program to administer the funding and contracts. The funding would not exceed $40.0 million from the State General Fund and would be for FY 2025 only. KDADS would award the funds to Kansas local governments that meet the specified requirements. The funds to be allocated would be for the building of, or capital improvements to, congregate and non-congregate shelters that provide services for homeless individuals and families and persons at risk of homelessness. Funding awarded to a local government would be matched by the local government receiving the funding based on a dollar-for-dollar match received.

Estimated State Fiscal Effect			
	FY 2024	FY 2025	FY 2026
Expenditures			
State General Fund	--	$40,000,000	--
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Expenditures	--	$40,000,000	--
Revenues			
State General Fund	--	--	--
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Revenues	--	--	--
FTE Positions	--	--	--

According to KDADS, enactment of HB 2723 would have a fiscal effect on the agency. Currently, the FY 2025 Governor's recommendation for KDADS includes a $40.0 million one-time appropriation for the homeless shelter infrastructure awards. Any fiscal effect associated with HB 2723 is reflected in *The FY 2025 Governor's Budget Report*.

Sincerely,

Adam C. Proffitt
Director of the Budget

cc: Leigh Keck, Department for Aging & Disability Services