

February 15, 2022

The Honorable Steve Huebert, Chairperson
House Committee on Education
Statehouse, Room 218-N
Topeka, Kansas 66612

Dear Representative Huebert:

SUBJECT: Fiscal Note for HB 2631 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2631 is respectfully submitted to your committee.

HB 2631 would enact the Career Technical Education (CTE) Credential and Transition Incentive (CTI) for Employment Success Act. The bill would provide a new category of state aid to school districts for students obtaining a CTE credential. The bill would establish the CTE Credential and Transition Incentive Fund.

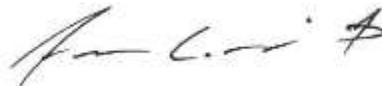
Subject to the availability of appropriations, a school district that offers CTE and has students that obtain a CTE credential would receive state aid payments. Each school year, the State Board of Education would determine the amount of state aid by (1) the number of students that obtained a CTE credential in the preceding school year; and (2) the total cost of assessment for each credential obtained;

The amount of state aid would be determined by multiplying the cost of each credential by 1.2. The result would be the state aid payment school districts would receive from the CTE CTI Fund. After performing the state aid calculations, the Department of Education would certify to the Director of Accounts and Reports the aggregate amount of eligible payments, and that amount would be transferred from the State General Fund to the CTE CTI Fund for distribution to school districts. All transfers that occur would be considered demand transfers from the State General Fund. Payments would be distributed to school districts at times determined by the State Board of Education.

The Department of Education indicates that a fiscal effect cannot be estimated for the enactment of HB 2631. However, to help illustrate the potential fiscal effect, the Department

reports that there were 1,205 CTE credentials obtained during the 2019-2020 school year and 1,806 CTE credentials obtained during the 2018-2019 school year, based upon the latest information available. However, the Department does not have an estimate of the cost assessment for each credential obtained. Any fiscal effect associated with HB 2631 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam Proffitt", with a stylized flourish at the end.

Adam Proffitt
Director of the Budget

cc: Craig Neuenswander, Education