

January 18, 2022

The Honorable Molly Baumgardner, Chairperson
Senate Committee on Education
Statehouse, Room 144-S
Topeka, Kansas 66612

Dear Senator Baumgardner:

SUBJECT: Fiscal Note for SB 340 by Senate Committee on Education

In accordance with KSA 75-3715a, the following fiscal note concerning SB 340 is respectfully submitted to your committee.

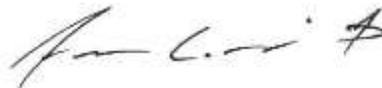
SB 340 would amend the Kansas Promise Scholarship Program Act to create a scholarship application and process that would include the following:

1. Identifying promise eligible academic programs;
2. Publicizing the scholarship program;
3. Disbursing funds to eligible postsecondary education institutions;
4. Requesting information from postsecondary education institutions and other agencies as needed to administer the program;
5. Creating and enforcing agreements with scholarship recipients;
6. Tracking scholarship recipients for two years following completion of the program to ensure they are working and living in Kansas;
7. Collecting any monies repaid by recipients who do not fulfill the program requirements;
and
8. Annually evaluating the program and submitting a report to the Legislature.

Estimated State Fiscal Effect				
	FY 2022 SGF	FY 2022 All Funds	FY 2023 SGF	FY 2023 All Funds
Revenue	--	--	--	--
Expenditure	--	--	\$125,000	\$125,000
FTE Pos.	--	--	--	--

The Kansas Board of Regents estimates the passage of SB 340 would increase its annual expenditures by \$125,000 from the State General Fund for new requirements that would create added responsibilities for administration; tracking students following program completion; and collecting any repayments from recipients who do not fulfill the program's requirements. The Board indicates the new costs would include additional staff for administration, IT development, and to assist with tracking student agreements, student scholarship disbursements and any potential scholarship repayments. *The FY 2023 Governor's Budget Report* includes funding for administration of the program; however, the fiscal effect of SB 340 would include new costs that would be created with the enactment of the bill.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Kelly Oliver, Board of Regents