

January 24, 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 341 by Senate Committee on Education

In accordance with KSA 75-3715a, the following fiscal note concerning SB 341 is respectfully submitted to your committee.

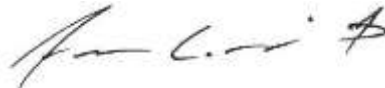
Under current school finance law, “Local Foundation Aid” is deducted from amounts that are required by the state to finance State Foundation Aid from the State General Fund. SB 341 would remove “Federal Impact Aid” in amounts that are considered “Local Foundation Aid.” Federal Impact Aid currently provides federal finance assistance to school districts with concentrations of children residing on Native American lands, military bases, low-rent housing properties, or other federal properties and, to a lesser extent, concentrations of children who have parents in the uniformed services or employed on eligible federal properties who do not live on federal property.

Estimated State Fiscal Effect				
	FY 2022 SGF	FY 2022 All Funds	FY 2023 SGF	FY 2023 All Funds
Revenue	--	--	--	--
Expenditure	--	--	\$13,000,000	\$13,000,000
FTE Pos.	--	--	--	--

According to the Department of Education, the enactment of SB 341 would reduce amounts considered as “Local Foundation Aid,” which would require additional State General Fund expenditures in the current school finance formula. The Department estimates that additional

appropriations of approximately \$13.0 million would be required in FY 2023 for increased State Foundation Aid expenditures for 23 school districts that currently receive federal impact aid, as estimated during the Fall 2021 Education Consensus Meeting. Any fiscal effect associated with SB 341 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