## STATE OF KANSAS

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March 21, 2018

The Honorable Molly Baumgardner, Chairperson Senate Select Committee on Education Finance Statehouse, Room 224-E Topeka, Kansas 66612

Dear Senator Baumgardner:

SUBJECT: Fiscal Note for SB 450 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 450 is respectfully submitted to your committee.

SB 450 would remove the current transportation weighting calculation from the school finance formula and would create a new formula. The new formula would be based upon a calculation that results in a "density figure" that corresponds with a "per capita allowance" for the transportation weighting of a school district.

According to the Department of Education, enactment of SB 450 would reduce state aid to school districts by approximately \$10.0 million, all from the State General Fund. Under current law, a school district can receive a transportation weighting for school years 2017-2018 through 2020-2021 that is calculated under the current formula or the portion of a district's General State Aid for school year 2016-2017 transportation weighting, whichever is greater. SB 450 removes this "grandfather clause," which would, in turn, reduce state aid payments to certain districts. Any fiscal effect associated with SB 450 is not reflected in *The FY 2019 Governor's Budget Report*.

Sincerely,

Larry L. Campbell Chief Budget Officer

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cc: Dale Dennis, Education