

March 2, 2012

CORRECTED

The Honorable Carolyn McGinn, Chairperson  
Senate Committee on Ways and Means  
Statehouse, Room 545-S  
Topeka, Kansas 66612

Dear Senator McGinn:

**SUBJECT:** Corrected Fiscal Note for SB 351 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following corrected fiscal note concerning SB 351 is respectfully submitted to your committee.

Under current law, the State General Fund will transfer \$27.0 million to the Local Ad Valorem Tax Reduction Fund in FY 2014, \$40.5 million in FY 2015, and \$54.0 million in FY 2016 and in each future fiscal year. SB 351 would make changes to the amounts that are transferred beginning in FY 2015. The bill would transfer \$45.0 million to the Local Ad Valorem Tax Reduction Fund in FY 2015 and in each future fiscal year. Transfers from the State General Fund to the Local Ad Valorem Tax Reduction Fund are made on January 15th and on July 15th of each year. In the fiscal note originally issued, only one of the two annual State General Fund transfers to the Local Ad Valorem Tax Reduction Fund was calculated into the fiscal effect for each fiscal year.

SB 351 would increase the amount of the State General Fund transfer to the Local Ad Valorem Tax Reduction Fund by \$4.5 million in FY 2015 and would reduce the amount of the transfer by \$9.0 million in FY 2016 and in each future fiscal year. Any fiscal effect associated with SB 351 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,



Steven J. Anderson, CPA, MBA  
Director of the Budget