

February 12, 2013

The Honorable Ward Cassidy, Chairperson  
House Committee on Education Budget  
Statehouse, Room 151-S  
Topeka, Kansas 66612

Dear Representative Cassidy:

**SUBJECT:** Fiscal Note for HB 2265 by House Committee on Education

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2265 is respectfully submitted to your committee.

HB 2265 would require at least 65.0 percent of funds provided by the state to school districts be spent in the classroom for instruction. If the State Board of Education would determine that a school district has violated this requirement, the following penalties would be applied: upon the first violation, within one month of receiving written notice by the Board, the local board of education would publish the information in the official newspaper of the school district and on the district's website. Upon the second consecutive violation, the Board would determine the amount of funds that have not been spent in accordance with HB 2265 and deduct the same amount from the district's General State Aid payment the following year.

Enactment of HB 2265 could reduce state aid payments to school districts that would have two consecutive violations of spending less than 65.0 percent of its funds in the classroom for instruction. However, the number of districts that may be affected cannot be predicted. Any fiscal effect associated with HB 2265 is not reflected in *The FY 2014 Governor's Budget Report*.

Sincerely,



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

cc: Dale Dennis, Education