



Jon Hummell, Interim Director

Division of the Budget

Sam Brownback, Governor

January 28, 2014

The Honorable Kasha Kelley, Chairperson
House Committee on Education
Statehouse, Room 151-S
Topeka, Kansas 66612

Dear Representative Kelley:

SUBJECT: Fiscal Note for HB 2475 by House Committee on Education

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2475 is respectfully submitted to your committee.

HB 2475 would require that all accredited high schools in Kansas provide a course on personal financial literacy for grades 11 and 12. Successful completion of the course would be required in order for a student to graduate from high school. In addition, the State Board of Education would be required to develop curriculum standards for personal financial literacy in grades kindergarten to ten within the existing mathematics curriculum, or another appropriate subject-matter curriculum.

For grades 11 and 12, the personal financial literacy course of instruction would include the following areas: saving and investing; credit and debt; financial responsibility and money management; and insurance, risk management, and income.

Estimated State Fiscal Effect				
	FY 2014 SGF	FY 2014 All Funds	FY 2015 SGF	FY 2015 All Funds
Revenue	--	--	--	--
Expenditure	--	--	\$50,000	\$50,000
FTE Pos.	--	--	--	0.50

According to the Kansas Department of Education, enactment of HB 2475 would require additional expenditures totaling \$50,000 and a half-time FTE Education Program Consultant. Of the total, \$35,000 would be for salaries and wages, and \$5,000 for travel and subsistence expenditures for the position to travel to districts and provide training workshops. In addition,

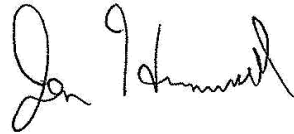
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although not required by the bill, the Department states that it would create a 12-member advisory council to assist the agency's staff in developing standards for personal financial literacy courses. The council would meet four times and would require approximately \$10,000 for travel and subsistence for its members. Unless another source of revenue could be found, additional expenditures would be from the State General Fund. Any fiscal effect associated with HB 2475 is not reflected in *The FY 2015 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Jon Hummell". The signature is written in a cursive style with a large initial "J" and "H".

Jon Hummell,
Interim Director of the Budget

cc: Dale Dennis, Education