

SESSION OF 2013

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2021

As Recommended by House Committee on
Education Budget

Brief*

HB 2021 would authorize the State Board of Regents, on behalf of Emporia State University (ESU), to sell or exchange with the ESU Foundation, certain real estate commonly known as Emporia State University Apartments (formerly married student housing built in the 1960s, and located off campus). The bill would authorize 100 percent of the proceeds of a sale to be placed in the Restricted Fees Fund of Emporia State University. The bill also would allow for an exchange of the apartments with land the ESU Foundation is acquiring closer to the campus than the apartments' current location.

Background

The bill was introduced by the Legislative Educational Planning Committee as part of the Board of Regents legislative package. Proponent testimony was provided by representatives of Emporia State University. Representative Mast also testified as a proponent of the bill. There were no opponents.

The fiscal note prepared by the Division of Budget states that, under current law, 20.0 percent of the net proceeds from a surplus sale are deposited in the state's surplus real estate fund or, upon the agency's request, a surplus real estate special revenue fund for the agency; the remaining 80.0 percent goes to the Kansas Public Employees Retirement

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

Fund to be applied to the unfunded actuarial liability. HB 2021 would exempt Emporia State University from this process with all proceeds being retained by the University. The fiscal impact would be an estimated decrease in revenue to the state of between \$720,000 and \$960,000.