## **House Concurrent Resolution No. 5019**

By Representatives P. Long, Ballou, Cook, Dahl, DiVita, Faber, Huebert, Landwehr, Mays, McCreary, McLeland, Merrick, Miller, Judy Morrison, Myers, Neufeld, Novascone, Osborne, Ostmeyer, Palmer, Patterson, T. Powell, Pyle, Shultz, Toplikar, Vickrey and D. Williams

2-9

A PROPOSITION to amend the constitution of the state of Kansas by adding a new article thereto, prescribing certain limitations upon expenditures by the state.

Be it resolved by the Legislature of the State of Kansas, two-thirds of the members elected (or appointed) and qualified to the House of Representatives and two-thirds of the members elected (or appointed) and qualified to the Senate concurring therein:

Section 1. The following proposition to amend the constitution of the state of Kansas shall be submitted to the qualified electors of the state for their approval or rejection: The constitution of the state of Kansas is amended by adding a new article thereto to read as follows:

"Article 16.—LIMITATIONS ON STATE EXPENDITURES

- § 1. (a) For the state fiscal year commencing during calendar year 2004 and each state fiscal year thereafter, the percentage of increase in the amount of total expenditures for such fiscal year over the amount of total expenditures for the immediately preceding fiscal year shall not exceed the lesser of either 5% or the average annual percentage growth in aggregate personal income of Kansas residents over the three most recently completed calendar years for which personal income data has been officially reported as of the September 1st which precedes the fiscal year for which the limitation is being imposed.
  - (b) As used in this section:
- (1) "Total expenditures" means the total amount of moneys that are expended or encumbered for a state fiscal year by the state, except any such expenditure or encumbrance of the following, which shall be strictly construed and applied to allow the least amount of exceptions:
  - (A) Moneys received from the federal government;
- (B) moneys which are proceeds of any bonds, notes or other evidences of state government borrowing which are issued or in-

curred as otherwise provided in this constitution;

- (C) moneys which are required for the payment of obligations evidenced by bonds, notes or other evidences of state government borrowing that were undertaken prior to the effective date of this article;
  - (D) moneys in unemployment or disability insurance funds;
- (E) moneys from permanent endowment funds, trust funds, deferred compensation funds or pension funds; and
- (F) moneys of grants, gifts or donations which are expended or encumbered for purposes specified by the donor; and
- (2) "personal income" means the total income received by residents of Kansas from all sources, including transfer payments, as defined and officially reported by the bureau of economic analysis of the United States department of commerce, or its successor agency.
- (d) The provisions of this section and the limitations imposed thereby shall be effective as to the state, notwithstanding any other provisions of this constitution.
- § 2. The limitation imposed on the state by subsection (a) of section 1 of this article may be exceeded for a state fiscal year upon the issuance of a declaration of need by the governor and upon the vote by three-fifths of the members then elected (or appointed) and qualified of each house of the legislature approving the declaration of need. In each case of any such declaration of need, the legislature, by law, shall set forth the aggregate amount of the cost of the need or needs for which the declaration was issued and the method by which such cost shall be defrayed.
- § 3. In addition to other actions or methods of enforcement, individual or class actions may be filed in the courts of this state for enforcement of the provisions of sections 1 and 2 of this article and such actions shall have precedence over all other civil actions before the court except those of like character. Successful plaintiffs shall be allowed costs and reasonable attorney fees, but the state shall not be allowed costs and attorney fees unless any such action filed against it is found by the court to be frivolous.
- § 4. Commencing during the regular session of the legislature held in calendar year 2003, the legislature shall enact legislation consistent with, and as may be necessary to implement and enforce, the provisions of this article."
- Sec. 2. The following statement shall be printed on the ballot with the amendment as a whole:
  - "Explanatory statement. This amendment would limit increases in total expenditures, as defined in the amendment, for a fiscal year

to the lesser of 5% or the average annual percentage growth in the total personal income of Kansas residents over three recently completed calendar years, except that such limitations may be exceeded upon a declaration of need for a state fiscal year issued by the governor with three-fifths of the legislature concurring therein and permitting individual or class action enforcement actions.

"A vote for the proposition would impose a limit on increases in total expenditures by the state, as defined therein.

"A vote against the proposition would continue the present constitutional and statutory authority for the legislature to enact laws making appropriations of moneys in the state treasury, governing the disposition of tax revenues and other matters in the exercise of the legislative power of this state."

Sec. 3. This resolution, if approved by two-thirds of the members elected (or appointed) and qualified to the House of Representatives and two-thirds of the members elected (or appointed) and qualified to the Senate, shall be entered on the journals, together with the yeas and nays. The secretary of state shall cause this resolution to be published as provided by law and shall cause the proposed amendment to be submitted to the electors of the state at the general election in the year 2002 unless a special election is called at a sooner date by concurrent resolution of the legislature, in which case it shall be submitted to the electors of the state at the special election.