

SESSION OF 2006

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2956

As Recommended by House Committee on
Appropriations

Brief*

HB 2956 would permit an additional use for the moneys in the Kansas Water Pollution Control Revolving Fund. That additional use would be a source of revenue or security for the payment of principal and interest on bonds.

Background

Representatives from the Kansas Development Finance Authority (KDFA) and the Kansas Department of Health and Environment (KDHE) testified favorably on the bill. The agency representatives indicated that this bill, along with 2006 HB 2949, would allow KDFA and KDHE to pledge the combined assets of the Kansas Water Pollution Control Revolving Fund and the Kansas Public Water Supply Revolving Loan Fund for bond issues. This is anticipated to result in increased strength and lending capacity for each program.

It was noted that this is a companion bill to 2006 HB 2949, and both should be passed in order to implement this strategy.

The fiscal note prepared by the Division of the Budget indicates that this bill would have no impact on the state revenues or expenditures.

*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>