

SENATE BILL No. 525

By Committee on Ways and Means

2-8

9 AN ACT concerning school districts; relating to consolidation; relating
10 to certain state aid payments; amending K.S.A. 2005 Supp. 72-6415b
11 and 75-2319 and repealing the existing sections.
12

13 *Be it enacted by the Legislature of the State of Kansas:*

14 Section 1. K.S.A. 2005 Supp. 72-6415b is hereby amended to read
15 as follows: 72-6415b. (a) Except as provided by ~~subsection (b)~~ *this section*,
16 school facilities weighting may be assigned to enrollment of a district only
17 if the district has adopted a local option budget in an amount equal to
18 the state prescribed percentage for the school year. School facilities
19 weighting may be assigned to enrollment of the district only in the school
20 year in which operation of a new school facility is commenced and in the
21 next succeeding school year.

22 (b) School facilities weighting may be assigned to the enrollment of
23 a district which adopted a local option budget in an amount which is not
24 less than 25%, if the issuance of bonds to finance such facilities has been
25 approved at an election held on or before June 30, 2005.

26 (c) *School facilities weighting shall not be assigned to the enrollment*
27 *of a district unless: (1) Such district has consolidated with another district*
28 *after June 30, 2006; or (2) the issuance of bonds to finance such facilities*
29 *has been approved at an election held on or before June 30, 2006.*

30 (d) *School facilities weighting shall not be assigned to the enrollment*
31 *of a district for any new school facility used primarily as a sports facility*
32 *unless the issuance of bonds to finance such facility has been approved at*
33 *an election held on or before June 30, 2006.*

34 Sec. 2. K.S.A. 2005 Supp. 75-2319 is hereby amended to read as
35 follows: 75-2319. (a) There is hereby established in the state treasury the
36 school district capital improvements fund. The fund shall consist of all
37 amounts transferred thereto under the provisions of subsection (c).

38 (b) *Except as provided by this section*, in each school year, each
39 school district which is obligated to make payments from its bond and
40 interest fund shall be entitled to receive payment from the school district
41 capital improvements fund in an amount determined by the state board
42 of education as provided in this subsection. The state board of education
43 shall:

- 1 (1) Determine the amount of the assessed valuation per pupil (AVPP)
2 of each school district in the state and round such amount to the nearest
3 \$1,000. The rounded amount is the AVPP of a school district for the
4 purposes of this section;
- 5 (2) determine the median AVPP of all school districts;
- 6 (3) prepare a schedule of dollar amounts using the amount of the
7 median AVPP of all school districts as the point of beginning. The sched-
8 ule of dollar amounts shall range upward in equal \$1,000 intervals from
9 the point of beginning to and including an amount that is equal to the
10 amount of the AVPP of the school district with the highest AVPP of all
11 school districts and shall range downward in equal \$1,000 intervals from
12 the point of beginning to and including an amount that is equal to the
13 amount of the AVPP of the school district with the lowest AVPP of all
14 school districts;
- 15 (4) determine a state aid percentage factor for each school district by
16 assigning a state aid computation percentage to the amount of the median
17 AVPP shown on the schedule, decreasing the state aid computation per-
18 centage assigned to the amount of the median AVPP by one percentage
19 point for each \$1,000 interval above the amount of the median AVPP,
20 and increasing the state aid computation percentage assigned to the
21 amount of the median AVPP by one percentage point for each \$1,000
22 interval below the amount of the median AVPP. The state aid percentage
23 factor of a school district is the percentage assigned to the schedule
24 amount that is equal to the amount of the AVPP of the school district,
25 except that the state aid percentage factor of a school district shall not
26 exceed 100%. The state aid computation percentage is 5% for contractual
27 bond obligations incurred by a school district prior to the effective date
28 of this act, and 25% for contractual bond obligations incurred by a school
29 district on or after the effective date of this act;
- 30 (5) determine the amount of payments in the aggregate that a school
31 district is obligated to make from its bond and interest fund and, of such
32 amount, compute the amount attributable to contractual bond obligations
33 incurred by the school district prior to the effective date of this act and
34 the amount attributable to contractual bond obligations incurred by the
35 school district on or after the effective date of this act;
- 36 (6) multiply each of the amounts computed under (5) by the appli-
37 cable state aid percentage factor; and
- 38 (7) add the products obtained under (6). The amount of the sum is
39 the amount of payment the school district is entitled to receive from the
40 school district capital improvements fund in the school year.
- 41 (c) The state board of education shall certify to the director of ac-
42 counts and reports the entitlements of school districts determined under
43 the provisions of subsection (b), and an amount equal thereto shall be

1 transferred by the director from the state general fund to the school
2 district capital improvements fund for distribution to school districts. All
3 transfers made in accordance with the provisions of this subsection shall
4 be considered to be demand transfers from the state general fund, except
5 that all such transfers during the fiscal years ending June 30, 2006 and
6 June 30, 2007, shall be considered to be revenue transfers from the state
7 general fund.

8 (d) Payments from the school district capital improvements fund shall
9 be distributed to school districts at times determined by the state board
10 of education to be necessary to assist school districts in making scheduled
11 payments pursuant to contractual bond obligations. The state board of
12 education shall certify to the director of accounts and reports the amount
13 due each school district entitled to payment from the fund, and the di-
14 rector of accounts and reports shall draw a warrant on the state treasurer
15 payable to the treasurer of the school district. Upon receipt of the warrant,
16 the treasurer of the school district shall credit the amount thereof to the
17 bond and interest fund of the school district to be used for the purposes
18 of such fund.

19 (e) The provisions of this section apply only to contractual obligations
20 incurred by school districts pursuant to general obligation bonds issued
21 upon approval of a majority of the qualified electors of the school district
22 voting at an election upon the question of the issuance of such bonds.

23 (f) *No school district shall be entitled to receive payment from the*
24 *school district capital improvements fund unless: (1) Such district has*
25 *consolidated with another district after June 30, 2006; or (2) the issuance*
26 *of bonds to finance such improvements has been approved at an election*
27 *held on or before June 30, 2006.*

28 (g) *No school district shall be entitled to receive payment from the*
29 *school district capital improvements fund for bonds issued to finance the*
30 *construction of an improvement used primarily as a sports facility unless*
31 *the issuance of bonds to finance such improvement has been approved at*
32 *an election held on or before June 30, 2006.*

33 Sec. 3. K.S.A. 2005 Supp. 72-6415b and 75-2319 are hereby
34 repealed.

35 Sec. 4. This act shall take effect and be in force from and after its
36 publication in the statute book.