

HOUSE BILL No. 2375

By Committee on Taxation

3-9

9 AN ACT concerning school districts; relating to state aid for capital im-
10 provements; amending K.S.A. 2008 Supp. 75-2319 and repealing the
11 existing section.
12

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

14 Section 1. K.S.A. 2008 Supp. 75-2319 is hereby amended to read as
15 follows: 75-2319. (a) There is hereby established in the state treasury the
16 school district capital improvements fund. The fund shall consist of all
17 amounts transferred thereto under the provisions of subsection (c).

18 (b) Subject to the provisions of subsection (f), in each school year,
19 each school district which is obligated to make payments from its capital
20 improvements fund shall be entitled to receive payment from the school
21 district capital improvements fund in an amount determined by the state
22 board of education as provided in this subsection. The state board of
23 education shall:

24 (1) Determine the amount of the assessed valuation per pupil (AVPP)
25 of each school district in the state and round such amount to the nearest
26 \$1,000. The rounded amount is the AVPP of a school district for the
27 purposes of this section;

28 (2) determine the median AVPP of all school districts;

29 (3) prepare a schedule of dollar amounts using the amount of the
30 median AVPP of all school districts as the point of beginning. The sched-
31 ular of dollar amounts shall range upward in equal \$1,000 intervals from
32 the point of beginning to and including an amount that is equal to the
33 amount of the AVPP of the school district with the highest AVPP of all
34 school districts and shall range downward in equal \$1,000 intervals from
35 the point of beginning to and including an amount that is equal to the
36 amount of the AVPP of the school district with the lowest AVPP of all
37 school districts;

38 (4) determine a state aid percentage factor for each school district by
39 assigning a state aid computation percentage to the amount of the median
40 AVPP shown on the schedule, decreasing the state aid computation per-
41 centage assigned to the amount of the median AVPP by one percentage
42 point for each \$1,000 interval above the amount of the median AVPP,
43 and increasing the state aid computation percentage assigned to the

1 amount of the median AVPP by one percentage point for each \$1,000
2 interval below the amount of the median AVPP. Except as provided by
3 K.S.A. 2008 Supp. 75-2319c, and amendments thereto, the state aid per-
4 centage factor of a school district is the percentage assigned to the sched-
5 ule amount that is equal to the amount of the AVPP of the school district.
6 The state aid percentage factor of a school district shall not exceed 100%.
7 The state aid computation percentage is ~~5%~~ *Five percent* for contractual
8 bond obligations incurred by a school district prior to ~~the effective date~~
9 ~~of this act, and July 1, 1992; and 25%~~ for contractual bond obligations
10 incurred by a school district on or after ~~the effective date of this act~~ *July*
11 *1, 1992, if the issuance of such bonds has been approved by the electors*
12 *of the school district at an election held prior to the effective date of this*
13 *act;*

14 (5) determine the amount of payments in the aggregate that a school
15 district is obligated to make from its bond and interest fund and, of such
16 amount, compute the amount attributable to contractual bond obligations
17 incurred by the school district prior to ~~the effective date of this act and~~
18 ~~July 1, 1992; and~~ the amount attributable to contractual bond obligations
19 incurred by the school district on or after ~~the effective date of this act~~
20 ~~July 1, 1992, if the issuance of such bonds has been approved by the~~
21 ~~electors of the school district at an election held prior to the effective date~~
22 ~~of this act;~~

23 (6) multiply each of the amounts computed under (5) by the appli-
24 cable state aid percentage factor; and

25 (7) add the products obtained under (6). The amount of the sum is
26 the amount of payment the school district is entitled to receive from the
27 school district capital improvements fund in the school year.

28 (c) The state board of education shall certify to the director of ac-
29 counts and reports the entitlements of school districts determined under
30 the provisions of subsection (b), and an amount equal thereto shall be
31 transferred by the director from the state general fund to the school
32 district capital improvements fund for distribution to school districts. All
33 transfers made in accordance with the provisions of this subsection shall
34 be considered to be demand transfers from the state general fund ~~except~~
35 ~~that all such transfers during the fiscal year ending June 30, 2007, shall~~
36 ~~be considered to be revenue transfers from the state general fund.~~

37 (d) Payments from the school district capital improvements fund shall
38 be distributed to school districts at times determined by the state board
39 of education to be necessary to assist school districts in making scheduled
40 payments pursuant to contractual bond obligations. The state board of
41 education shall certify to the director of accounts and reports the amount
42 due each school district entitled to payment from the fund, and the di-
43 rector of accounts and reports shall draw a warrant on the state treasurer

1 payable to the treasurer of the school district. Upon receipt of the warrant,
2 the treasurer of the school district shall credit the amount thereof to the
3 bond and interest fund of the school district to be used for the purposes
4 of such fund.

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

9 (f) Amounts transferred to the capital improvements fund of a school
10 district as authorized by K.S.A. 72-6433, and amendments thereto, shall
11 not be included in the computation when determining the amount of
12 state aid to which a district is entitled to receive under this section.

13 Sec. 2. K.S.A. 2008 Supp. 75-2319 is hereby repealed.

14 Sec. 3. This act shall take effect and be in force from and after its
15 publication in the Kansas register.