

HOUSE BILL No. 2242

By Committee on K-12 Education Budget

2-1

1 AN ACT concerning education; relating to the financing thereof;
2 instruction and curriculum; creating the classroom-based funding act;
3 amending K.S.A. 2016 Supp. 10-1116a, 12-1770a, 12-1775a, 72-
4 1046b, 72-1398, 72-1414, 72-1923, 72-5333b, 72-6463, 72-6464, 72-
5 6465, 72-6466, 72-6467, 72-6468, 72-6469, 72-6470, 72-6471, 72-
6 6472, 72-6473, 72-6474, 72-6475, 72-6476, 72-6477, 72-6478, 72-
7 6479, 72-6480, 72-6481, 72-6482, 72-6483, 72-6484, 72-64b01, 72-
8 64c03, 72-64c05, 72-6624, 72-6625, 72-6757, 72-67,115, 72-7535, 72-
9 8187, 72-8230, 72-8233, 72-8236, 72-8251, 72-8316, 72-8415b, 72-
10 8804, 74-4939a, 74-8925, 74-99b43, 79-201x, 79-2001 and 79-2925b
11 and repealing the existing sections.
12

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

14 New Section 1. (a) The provisions of sections 1 through 17, and
15 amendments thereto, shall be known and may be cited as the classroom-
16 based funding act.

17 (b) For school year 2018-2019, the provisions of this act shall only
18 apply to school districts subject to the pilot program pursuant to section
19 16, and amendments thereto.

20 (c) For school year 2019-2020 and each school year thereafter, the
21 provisions of this act shall apply to all school districts.

22 (d) The provisions of this section shall be in effect on and after July
23 1, 2018.

24 New Sec. 2. As used in the classroom-based funding act:

25 (a) "Act" means the classroom-based funding act, section 1 et seq.,
26 and amendments thereto.

27 (b) "Average classroom cost of instruction" means the amount
28 determined by the division of legislative post audit pursuant to section 3,
29 and amendments thereto.

30 (c) "Board" means the board of education of a school district.

31 (d) (1) "Classroom" means a gathering place within a school where
32 students receive instruction from a teacher and is used for such instruction
33 not less than 80% of the school year.

34 (2) "Classroom" includes any mobile classroom.

35 (e) "Current school year" means the school year during which general
36 state aid is determined by the state board under section 4, and amendments

1 thereto.

2 (f) (1) "Curriculum" means the lessons and academic content taught
3 in a school or in a specific course or program.

4 (2) "Curriculum" includes specific learning standards, lessons,
5 assignments and materials used to organize and teach a particular course.

6 (g) "Department" means the state department of education.

7 (h) (1) "Instruction" means the activities dealing directly with the
8 interaction between teachers and students and may be provided in a school
9 classroom, in another location such as a home or hospital, and in other
10 learning situations such as those involving co-curricular activities.
11 Instruction also may be provided through the internet, television, radio,
12 computer, multimedia telephone, correspondence that is delivered inside or
13 outside the classroom and other teacher-student settings or through other
14 approved media.

15 (2) "Instruction" includes the activities of aides or classroom
16 assistants of any type, including, but not limited to, clerks, graders and
17 teaching machines that assist in the instructional process.

18 (3) "Instruction" does not include the normal activities of in-school
19 resource officers, nurses or school counselors.

20 (i) "School district" means a unified school district organized and
21 operated under the laws of this state.

22 (j) "School year" means the period of time beginning on July 1 in
23 each calendar year and ending on June 30 in the succeeding calendar year.

24 (k) "State board" means the state board of education.

25 (l) "Student" means any person who is regularly enrolled in a school
26 district and attending kindergarten or any of the grades one through 12
27 maintained by the school district, or who is regularly enrolled in a school
28 district and attending kindergarten or any of the grades one through 12 in
29 another school district in accordance with an agreement entered into under
30 authority of K.S.A. 72-8233, and amendments thereto, or who is regularly
31 enrolled in a school district and attending special education services
32 provided for preschool-aged exceptional children by the school district.

33 (m) "Subsequent school year" means the school year immediately
34 following the current school year.

35 (n) (1) "Teacher" means any professional employee who is required
36 to hold a certificate to teach in any school district.

37 (2) "Teacher" includes any person, employed by or under contract
38 with a school district to provide special education or related services, who
39 is qualified to: (A) Provide special education or related services to
40 exceptional children as determined pursuant to standards established by
41 the state board; or (B) assist in the provision of special education or related
42 services to exceptional children as determined pursuant to standards
43 established by the state board.

1 (o) The provisions of this section shall be in effect on and after July
2 1, 2018.

3 New Sec. 3. (a) On or before January 15, 2018, and every 10 years
4 thereafter, the legislative division of post audit shall conduct a classroom
5 cost audit to determine the average classroom cost of instruction for each
6 congressional district. Such audits shall focus on the actual cost of
7 instruction in each classroom audited regardless of the type of classroom,
8 curriculum, subject matter taught, grade level or class size. Such audits
9 shall be conducted at the direction of the legislative post audit committee.

10 (b) Upon completion of the audit, the audit report shall be provided to
11 the legislative post audit committee, the house committees on
12 appropriations, education and K-12 education budget, the senate
13 committees on ways and means and education, the state board and the
14 department. The results of such audit report shall be used by the state
15 board to determine the amount of funding each school district shall receive
16 pursuant to section 4, and amendments thereto.

17 New Sec. 4. (a) Except as provided in section 16, and amendments
18 thereto, for each school year, the state board shall disburse general state
19 aid to each school district in an amount equal to the quotient obtained by
20 dividing the total classroom cost of the school district by 60%.

21 (b) Total classroom cost is an amount equal to the average classroom
22 cost of instruction amount for the applicable congressional district as
23 determined by the legislative division of post audit in its most recent
24 classroom cost audit conducted pursuant to section 3, and amendments
25 thereto, multiplied by the number of classrooms in the school district as
26 determined under section 7, and amendments thereto.

27 (c) Beginning in school year 2020-2021 and every other school year
28 thereafter, the average classroom cost of instruction amount shall be
29 increased by an amount equal to the percentage increase in the consumer
30 price index for all urban consumers as published by the bureau of labor
31 statistics of the United States department of labor from the immediately
32 preceding school year. No adjustment shall be made under this subsection
33 in any school year that immediately follows a school year in which a
34 classroom cost audit is conducted pursuant to section 3, and amendments
35 thereto.

36 (d) A school district shall be considered part of the congressional
37 district where the actual territory of the school district resides. If a school
38 district has territory in more than one congressional district, then the
39 school district shall be considered a part of the congressional district where
40 the main administrative office of the school district is located.

41 (e) The general state aid for each school district shall be disbursed in
42 accordance with appropriation acts. In the event the appropriation for
43 general state aid exceeds the amount determined under subsection (a) for

1 any school year, the state board shall disburse such excess amount to each
2 school district in proportion to such school district's number of classrooms.

3 (g) The provisions of this section shall be in effect on and after July
4 1, 2018.

5 New Sec. 5. (a) The distribution of general state aid determined
6 pursuant to section 4, and amendments thereto, shall be made in
7 accordance with appropriation acts each year as provided in this section.

8 (b) (1) In the months of July through May of each school year, the
9 state board shall determine the amount of general state aid that will be
10 required by each school district to maintain operations in each such month.
11 In making such determination, the state board shall take into consideration
12 the school district's access to school financing sources and the obligations
13 of the general fund which must be satisfied during the month. The amount
14 determined by the state board under this provision is the amount of general
15 state aid which shall be distributed to the school district in the months of
16 July through May;

17 (2) in the month of June of each school year, subject to the provisions
18 of subsection (d), payment shall be made of the full amount of the general
19 state aid entitlement determined for the school year, less the sum of the
20 monthly payments made in the months of July through May.

21 (c) The state board of education shall prescribe the dates upon which
22 the distribution of payments of general state aid to school districts shall be
23 due. Payments of general state aid shall be distributed to school districts
24 once each month on the dates prescribed by the state board. The state
25 board shall certify to the director of accounts and reports the amount due
26 as general state aid to each school district in each of the months of July
27 through June. Such certification, and the amount of general state aid
28 payable from the state general fund, shall be approved by the director of
29 the budget. The director of accounts and reports shall draw warrants on the
30 state treasurer payable to the district treasurer of each district entitled to
31 payment of general state aid, pursuant to vouchers approved by the state
32 board. Upon receipt of such warrant, each district treasurer shall deposit
33 the amount of general state aid in the general fund.

34 (d) If any amount of general state aid that is due to be paid during the
35 month of June of a school year pursuant to the other provisions of this
36 section is not paid on or before June 30 of such school year, then such
37 payment shall be paid on or after the ensuing July 1, as soon as moneys are
38 available therefor. Any payment of general state aid that is due to be paid
39 during the month of June of a school year and that is paid to school
40 districts on or after the ensuing July 1 shall be recorded and accounted for
41 by school districts as a receipt for the school year ending on the preceding
42 June 30.

43 (e) The provisions of this section shall be in effect on and after July 1,

1 2018.

2 New Sec. 6. (a) In the event any school district is paid more than it is
3 entitled to receive under any distribution made under the provisions of this
4 act, the state board shall notify the school district of the amount of such
5 overpayment, and such school district shall remit the same to the state
6 board. The state board shall remit any moneys so received to the state
7 treasurer in accordance with the provisions of K.S.A. 75-4215, and
8 amendments thereto. Upon receipt of each such remittance, the state
9 treasurer shall deposit the entire amount in the state treasury to the credit
10 of the state school district finance fund. If any district fails to remit, the
11 state board shall deduct the excess amounts so paid from future payments
12 becoming due to the school district. In the event any district is paid less
13 than the amount to which it is entitled under any distribution made under
14 the provisions of this act, the state board shall pay the additional amount
15 due at any time within the school year in which the underpayment was
16 made or within 60 days after the end of such school year.

17 (b) The provisions of this section shall be in effect on and after July
18 1, 2018.

19 New Sec. 7. (a) On or before October 10 of each school year, the
20 clerk or superintendent of each school district shall certify under oath to
21 the state board a report showing the total number of classrooms used for
22 instruction during the current school year in each school building of the
23 school district, plus any additional classrooms in any new building or
24 addition to an existing building that will be operational and used for
25 instruction in the subsequent school year, total enrollment of the school
26 district by grades maintained in the schools of the school district and such
27 other reports as the state board may require. Upon receipt of such report,
28 the state board shall examine the report, and if the state board finds any
29 errors in any such report, the state board shall consult with the school
30 district officer furnishing the report and make such corrections in the
31 report as are necessary. Such clerk or superintendent of the school district
32 shall also certify to the state board, on or before August 25 of each year, a
33 copy of the budget adopted by the school district.

34 (b) The provisions of this section shall be in effect on and after July
35 1, 2018.

36 New Sec. 8. (a) The state school district finance fund, established by
37 K.S.A. 1991 Supp. 72-7081, prior to its repeal, is hereby continued in
38 existence and shall consist of:

39 (1) All moneys credited to such fund under K.S.A. 2016 Supp. 72-
40 6463 through 72-6481, and amendments thereto; and

41 (2) all amounts transferred to such fund pursuant to the provisions of
42 sections 1 through 15, and amendments thereto.

43 (b) The state school district finance fund shall be used for the purpose

1 of school district finance and for no other governmental purpose. It is the
2 intent of the legislature that the fund shall remain intact and inviolate for
3 such purpose, and moneys in the fund shall not be subject to the provisions
4 of K.S.A. 75-3722, 75-3725a and 75-3726a, and amendments thereto.

5 (c) Amounts in the state school district finance fund shall be allocated
6 and distributed to school districts as a portion of general state aid
7 entitlements provided for in section 4, and amendments thereto.

8 (d) The provisions of this section shall be in effect on and after July
9 1, 2018.

10 New Sec. 9. (a) Except for the bond and interest fund, the board of
11 any school district may transfer moneys from the general fund to any other
12 fund of the school district in any school year. Except for the bond and
13 interest fund, special education fund and special retirement contributions
14 fund, the board of any school district may transfer moneys from any fund
15 of the school district to the general fund of the school district.

16 (b) The board of any school district may transfer moneys from any
17 other fund to the special education fund or special retirement contributions
18 fund of the school district, but no transfers shall be authorized from the
19 bond and interest fund, special education fund or special retirement
20 contributions fund. Moneys in the bond and interest fund, special
21 education fund and special retirement contributions fund shall only be
22 expended for such purposes as permitted by law.

23 (c) The aggregate amount of money transferred pursuant to this
24 section from the capital outlay fund of a school district to the general fund
25 of the school district, or to any other fund of the school district for any
26 school year shall not exceed the aggregate amount of money held in the
27 capital outlay fund that is not directly attributable to any tax levied under
28 the authority of K.S.A. 72-8801, and amendments thereto.

29 (d) The provisions of this section shall be in effect on and after July
30 1, 2018.

31 New Sec. 10. (a) The board of education of each school district shall
32 levy an ad valorem tax upon the taxable tangible property of the district at
33 a rate of 20 mills in school year 2018-2019 and school year 2019-2020 for
34 the purpose of:

35 (1) Paying a portion of the costs of operating and maintaining public
36 schools in partial fulfillment of the constitutional obligation of the
37 legislature to finance the educational interests of the state; and

38 (2) with respect to any redevelopment district established prior to July
39 1, 1997, pursuant to K.S.A. 12-1771, and amendments thereto, paying a
40 portion of the principal and interest on bonds issued by cities under
41 authority of K.S.A. 12-1774, and amendments thereto, for the financing of
42 redevelopment projects upon property located within the district.

43 (b) Except for that portion of the proceeds used for the purpose

1 specified in subsection (a)(2), the proceeds from the tax levied by a school
2 district under the authority of this section shall be remitted to the state
3 treasurer in accordance with the provisions of K.S.A. 75-4215, and
4 amendments thereto. Upon receipt of each such remittance, the state
5 treasurer shall deposit the entire amount in the state treasury and shall
6 credit the same to the state school finance fund.

7 (c) All moneys remitted to the state treasurer pursuant to subsection
8 (b) shall be used for paying a portion of the costs of operating and
9 maintaining public schools in partial fulfillment of the constitutional
10 obligation of the legislature to finance the educational interests of the state.

11 (d) No school district shall proceed under K.S.A. 79-1964, 79-1964a
12 or 79-1964b, and amendments thereto.

13 (e) The provisions of this section shall be in effect on and after July 1,
14 2018.

15 New Sec. 11. (a) Except as provided in section 16, and amendments
16 thereto, the board of any school district may adopt a local option budget.

17 (b) Except as provided by subsection (e), the adoption of a resolution
18 pursuant to this subsection shall require a majority vote of the members of
19 the board. Such resolution shall be effective upon adoption and shall
20 require no other procedure, authorization or approval.

21 (c) Unless specifically stated otherwise in the resolution, the authority
22 to adopt a local option budget shall be continuous and permanent. The
23 board of any school district that has adopted a local option budget in a
24 prior school year may choose not to adopt such a budget or may adopt a
25 budget in an amount less than the amount authorized. If the board of any
26 school district whose authority to adopt a local option budget is not
27 continuous and permanent refrains from adopting a local option budget,
28 the authority of such school district to adopt a local option budget shall not
29 be extended by such refrainment beyond the period specified in the
30 resolution authorizing adoption of such budget.

31 (d) The board of any school district may initiate procedures to renew
32 the authority to adopt a local option budget at any time during a school
33 year after the tax levied pursuant to section 12 or 13, and amendments
34 thereto, is certified to the county clerk under any existing authorization.

35 (e) The board of any school district that has adopted a local option
36 budget prior to July 1, 2017, under a resolution which authorized the
37 adoption of such budget in accordance with the provisions of K.S.A. 72-
38 6433, prior to its repeal, or K.S.A. 2016 Supp. 72-6471, and amendments
39 thereto, may continue to operate under such resolution for the period of
40 time specified in the resolution or may abandon the resolution and operate
41 under the provisions of this section. Any such school district shall operate
42 under the provisions of this section after the period of time specified in the
43 resolution has expired.

1 (f) Any resolution adopted pursuant to this section may revoke or
2 repeal any resolution previously adopted by the board. If the resolution
3 does not revoke or repeal previously adopted resolutions, all resolutions
4 that are in effect shall expire on the same date. The maximum amount of
5 the local option budget of a school district under all resolutions in effect
6 shall not exceed the limitation set forth in subsection (a) in any school
7 year.

8 (g) The provisions of this section shall be in effect on and after July
9 1, 2018.

10 New Sec. 12. (a) The board of any school district that has adopted a
11 local option budget may levy an ad valorem tax on the taxable tangible
12 property of the school district for the purpose of financing that portion of
13 the school district's local option budget which is to be expended for
14 curriculum. The proceeds from the tax levied by a school district under
15 authority of this section shall be deposited in the supplemental general
16 fund of the school district.

17 (b) If the board of any school district levies an ad valorem tax on the
18 taxable tangible property of the school district pursuant to this section,
19 such board shall offer the course or courses of study for which the tax is
20 being levied to every other school district in the state through an electronic
21 network or site accessible via the internet, mobile application, computer,
22 mobile device, tablet or any other electronic device. The school district
23 offering such course or courses of study shall be responsible for the cost of
24 providing such course or courses to any school district that accepts the
25 offer to receive such course or courses.

26 (c) No school district shall proceed under K.S.A. 79-1964, 79-1964a
27 or 79-1964b, and amendments thereto.

28 (d) The provisions of this section shall be in effect on and after July
29 1, 2018.

30 New Sec. 13. (a) The board of each school district that has adopted a
31 local option budget may levy an ad valorem tax on the taxable tangible
32 property of the school district for the purpose of:

33 (1) Financing that portion of the school district's local option budget
34 that is not financed by section 12, and amendments thereto, or from any
35 other source provided by law; and

36 (2) with respect to any redevelopment district established prior to
37 January 1, 2017, pursuant to K.S.A. 12-1771, and amendments thereto,
38 paying a portion of the principal and interest on bonds issued by cities
39 under authority of K.S.A. 12-1774, and amendments thereto, for the
40 financing of redevelopment projects upon property located within the
41 school district.

42 (b) Except for the proceeds of such tax levied for the purpose
43 specified in subsection (a)(2), the proceeds from the tax levied by a school

1 district under authority of this section shall be deposited in the general
2 fund of the district.

3 (c) No school district shall proceed under K.S.A. 79-1964, 79-1964a
4 or 79-1964b, and amendments thereto.

5 (d) The provisions of this section shall be in effect on and after July
6 1, 2018.

7 New Sec. 14. (a) In order to accomplish the mission for Kansas
8 education, the state board of education shall design and adopt a school
9 performance accreditation system based upon improvement in
10 performance that reflects high academic standards and is measurable.

11 (b) The state board shall establish curriculum standards that reflect
12 high academic standards for the core academic areas of mathematics,
13 science, reading, writing and social studies. The curriculum standards shall
14 be reviewed at least every seven years. Nothing in this subsection shall be
15 construed in any manner so as to impinge upon any district's authority to
16 determine its own curriculum.

17 (c) The state board shall provide for statewide assessments in the core
18 academic areas of mathematics, science, reading, writing and social
19 studies. The board shall ensure compatibility between the statewide
20 assessments and the curriculum standards established pursuant to
21 subsection (b). Such assessments shall be administered at three grade
22 levels, as determined by the board. The state board shall determine
23 performance levels on the statewide assessments, the achievement of
24 which represents high academic standards in the academic area at the
25 grade level to which the assessment applies. The state board should specify
26 high academic standards for individual performance and school
27 performance on the assessments.

28 (d) Each school in every school district shall establish a school site
29 council composed of the principal and representatives of teachers and
30 other school personnel, parents of pupils attending the school, the business
31 community, and other community groups. School site councils shall be
32 responsible for providing advice and counsel in evaluating state, school
33 district, and school site performance goals and objectives and in
34 determining the methods that should be employed at the school site to
35 meet these goals and objectives. Site councils may make recommendations
36 and proposals to the school board regarding budgetary items and school
37 district matters, including, but not limited to, identifying and implementing
38 the best practices for developing efficient and effective administrative and
39 management functions. Site councils also may help school boards analyze
40 the unique environment of schools, enhance the efficiency and maximize
41 limited resources, including outsourcing arrangements and cooperative
42 opportunities as a means to address limited budgets.

43 (e) Whenever the state board of education determines that a school

1 has failed either to meet the accreditation requirements established by
2 rules and regulations or standards adopted by the state board or provide the
3 curriculum required by state law, the state board shall so notify the school
4 district in which the school is located. Such notice shall specify the
5 accreditation requirements that the school has failed to meet and the
6 curriculum that the school has failed to provide. Upon receipt of such
7 notice, the board of education of such school district is encouraged to
8 reallocate the resources of the school district to remedy all deficiencies
9 identified by the state board.

10 (f) The provisions of this section shall be in effect on and after July 1,
11 2018.

12 New Sec. 15. (a) The state board may adopt rules and regulations for
13 the administration of the provisions of this act.

14 (b) For school year 2018-2019, any rules and regulations adopted
15 under this section shall only apply to school districts subject to the pilot
16 program pursuant to section 16, and amendments thereto.

17 (c) For school year 2019-2020, and each school year thereafter, any
18 rules and regulations adopted under this section shall apply to all school
19 districts.

20 New Sec. 16. (a) The provisions of this act are to be a pilot school
21 finance formula for school year 2018-2019, and to this end, the provisions
22 of this act are limited to only those school districts as specified in this
23 section. The legislature shall review the provisions of this act prior to its
24 application to all school districts.

25 (b) For school year 2018-2019, the provisions of this act shall be
26 applicable only to one selected school district in each congressional
27 district.

28 (c) (1) The pilot program participant school district shall be selected
29 first on a volunteer basis. School districts wishing to volunteer shall notify
30 the state board on or before December 31, 2017.

31 (2) If there is more than one school district volunteer or if there is no
32 school district volunteer for a congressional district, the legislative
33 coordinating council shall select a school district from such congressional
34 district to be the pilot program participant for such district on or before
35 December 31, 2017.

36 (d) Any school district that is subject to the provisions of this act for
37 school year 2018-2019 shall not be subject to the provisions of the
38 classroom learning assuring student success act, K.S.A. 72-6463 et seq.,
39 and amendments thereto, or any successor school finance act that may be
40 in effect for such school year.

41 New Sec. 17. (a) If any provision or clause of sections 1 through 16,
42 and amendments thereto, or application thereof to any person or
43 circumstance is held invalid, such invalidity shall not affect other

1 provisions or applications of the act which can be given effect without the
2 invalid provision or application, and to this end the provisions of this act
3 are declared to be severable.

4 Sec. 18. From and after July 1, 2018, K.S.A. 2016 Supp. 10-1116a is
5 hereby amended to read as follows: 10-1116a. The limitations on
6 expenditures imposed under the cash-basis law shall not apply to:

7 (a) Expenditures in excess of current revenues made for municipally
8 owned and operated utilities out of the fund of such utilities caused by, or
9 resulting from the meeting of, extraordinary emergencies including
10 drought emergencies. In such cases expenditures in excess of current
11 revenues may be made by declaring an extraordinary emergency by
12 resolution adopted by the governing body and such resolution shall be
13 published at least once in a newspaper of general circulation in such city.
14 Thereupon, such governing body may issue interest bearing no-fund
15 warrants on such utility fund in an amount, including outstanding
16 previously issued no-fund warrants, not to exceed 25% of the revenues
17 from sales of service of such utility for the preceding year. Such warrants
18 shall be redeemed within three years from date of issuance and shall bear
19 interest at a rate of not to exceed the maximum rate of interest prescribed
20 by K.S.A. 10-1009, and amendments thereto. Upon the declaration of a
21 drought emergency, the governing body may issue such warrants for water
22 system improvement purposes in an amount not to exceed 50% of the
23 revenue received from the sale of water for the preceding year. Such
24 warrants shall be redeemed within five years from the date of issuance and
25 shall bear interest at a rate not to exceed the maximum rate of interest
26 prescribed by K.S.A. 10-1009, and amendments thereto.

27 (b) Expenditures in any month by school districts which are in excess
28 of current revenues if the deficit or shortage in revenues is caused by, or a
29 result of, the payment of state aid after the date prescribed for the payment
30 of state aid during such month under K.S.A. 2016 Supp. 72-6466 *or*
31 *section 5*, and amendments thereto, *whichever is applicable*.

32 Sec. 19. From and after July 1, 2018, K.S.A. 2016 Supp. 12-1770a is
33 hereby amended to read as follows: 12-1770a. As used in this act, the
34 following words and phrases shall have the following meanings unless a
35 different meaning clearly appears from the content:

36 (a) "Auto race track facility" means: (1) An auto race track facility
37 and facilities directly related and necessary to the operation of an auto race
38 track facility, including, but not limited to, grandstands, suites and viewing
39 areas, concessions, souvenir facilities, catering facilities, visitor and retail
40 centers, signage and temporary hospitality facilities, but excluding (2)
41 hotels, motels, restaurants and retail facilities, not directly related to or
42 necessary to the operation of such facility.

43 (b) "Base year assessed valuation" means the assessed valuation of all

1 real property within the boundaries of a redevelopment district on the date
2 the redevelopment district was established.

3 (c) "Blighted area" means an area which:

4 (1) Because of the presence of a majority of the following factors,
5 substantially impairs or arrests the development and growth of the
6 municipality or constitutes an economic or social liability or is a menace to
7 the public health, safety, morals or welfare in its present condition and use:

8 (A) A substantial number of deteriorated or deteriorating structures;

9 (B) predominance of defective or inadequate street layout;

10 (C) unsanitary or unsafe conditions;

11 (D) deterioration of site improvements;

12 (E) tax or special assessment delinquency exceeding the fair market
13 value of the real property;

14 (F) defective or unusual conditions of title including, but not limited
15 to, cloudy or defective titles, multiple or unknown ownership interests to
16 the property;

17 (G) improper subdivision or obsolete platting or land uses;

18 (H) the existence of conditions which endanger life or property by
19 fire or other causes; or

20 (I) conditions which create economic obsolescence;

21 (2) has been identified by any state or federal environmental agency
22 as being environmentally contaminated to an extent that requires a
23 remedial investigation; feasibility study and remediation or other similar
24 state or federal action;

25 (3) a majority of the property is a 100-year floodplain area; or

26 (4) previously was found by resolution of the governing body to be a
27 slum or a blighted area under K.S.A. 17-4742 et seq., and amendments
28 thereto.

29 (d) "Conservation area" means any improved area comprising 15% or
30 less of the land area within the corporate limits of a city in which 50% or
31 more of the structures in the area have an age of 35 years or more, which
32 area is not yet blighted, but may become a blighted area due to the
33 existence of a combination of two or more of the following factors:

34 (1) Dilapidation, obsolescence or deterioration of the structures;

35 (2) illegal use of individual structures;

36 (3) the presence of structures below minimum code standards;

37 (4) building abandonment;

38 (5) excessive vacancies;

39 (6) overcrowding of structures and community facilities; or

40 (7) inadequate utilities and infrastructure.

41 (e) "De minimus" means an amount less than 15% of the land area
42 within a redevelopment district.

43 (f) "Developer" means any person, firm, corporation, partnership or

1 limited liability company, other than a city and other than an agency,
2 political subdivision or instrumentality of the state or a county when
3 relating to a bioscience development district.

4 (g) "Eligible area" means a blighted area, conservation area,
5 enterprise zone, intermodal transportation area, major tourism area or a
6 major commercial entertainment and tourism area, bioscience
7 development area or a building or buildings which are 65 years of age or
8 older and any contiguous vacant or condemned lots.

9 (h) "Enterprise zone" means an area within a city that was designated
10 as an enterprise zone prior to July 1, 1992, pursuant to K.S.A. 12-17,107
11 through 12-17,113, and amendments thereto, prior to its repeal and the
12 conservation, development or redevelopment of the area is necessary to
13 promote the general and economic welfare of such city.

14 (i) "Environmental increment" means the increment determined
15 pursuant to K.S.A. 12-1771a(b), and amendments thereto.

16 (j) "Environmentally contaminated area" means an area of land
17 having contaminated groundwater or soil which is deemed
18 environmentally contaminated by the department of health and
19 environment or the United States environmental protection agency.

20 (k) (1) "Feasibility study" means:

21 (A) A study which shows whether a redevelopment project's or
22 bioscience development project's benefits and tax increment revenue and
23 other available revenues under K.S.A. 12-1774(a)(1), and amendments
24 thereto, are expected to exceed or be sufficient to pay for the
25 redevelopment or bioscience development project costs; and

26 (B) the effect, if any, the redevelopment project costs or bioscience
27 development project will have on any outstanding special obligation bonds
28 payable from the revenues described in K.S.A. 12-1774(a)(1)(D), and
29 amendments thereto.

30 (2) For a redevelopment project or bioscience project financed by
31 bonds payable from revenues described in K.S.A. 12-1774(a)(1)(D), and
32 amendments thereto, the feasibility study must also include:

33 (A) A statement of how the taxes obtained from the project will
34 contribute significantly to the economic development of the jurisdiction in
35 which the project is located;

36 (B) a statement concerning whether a portion of the local sales and
37 use taxes are pledged to other uses and are unavailable as revenue for the
38 redevelopment project. If a portion of local sales and use taxes is so
39 committed, the applicant shall describe the following:

40 (i) The percentage of sales and use taxes collected that are so
41 committed; and

42 (ii) the date or dates on which the local sales and use taxes pledged to
43 other uses can be pledged for repayment of special obligation bonds;

1 (C) an anticipated principal and interest payment schedule on the
2 bonds;

3 (D) following approval of the redevelopment plan, the feasibility
4 study shall be supplemented to include a copy of the minutes of the
5 governing body meeting or meetings of any city whose bonding authority
6 will be utilized in the project, evidencing that a redevelopment plan has
7 been created, discussed, and adopted by the city in a regularly scheduled
8 open public meeting; and

9 (E) the failure to include all information enumerated in this
10 subsection in the feasibility study for a redevelopment or bioscience
11 project shall not affect the validity of bonds issued pursuant to this act.

12 (l) "Major tourism area" means an area for which the secretary has
13 made a finding the capital improvements costing not less than
14 \$100,000,000 will be built in the state to construct an auto race track
15 facility.

16 (m) "Real property taxes" means all taxes levied on an ad valorem
17 basis upon land and improvements thereon, except that when relating to
18 bioscience development district, as defined in this section, "real property
19 taxes" does not include property taxes levied for schools, pursuant to
20 K.S.A. 2016 Supp. 72-6470 or *section 10*, and amendments thereto.

21 (n) "Redevelopment project area" means an area designated by a city
22 within a redevelopment district or, if the redevelopment district is
23 established for an intermodal transportation area, an area designated by a
24 city within or outside of the redevelopment district.

25 (o) "Redevelopment project costs" means: (1) Those costs necessary
26 to implement a redevelopment project plan or a bioscience development
27 project plan, including costs incurred for:

28 (A) Acquisition of property within the redevelopment project area;

29 (B) payment of relocation assistance pursuant to a relocation
30 assistance plan as provided in K.S.A. 12-1777, and amendments thereto;

31 (C) site preparation including utility relocations;

32 (D) sanitary and storm sewers and lift stations;

33 (E) drainage conduits, channels, levees and river walk canal facilities;

34 (F) street grading, paving, graveling, macadamizing, curbing,
35 guttering and surfacing;

36 (G) street light fixtures, connection and facilities;

37 (H) underground gas, water, heating and electrical services and
38 connections located within the public right-of-way;

39 (I) sidewalks and pedestrian underpasses or overpasses;

40 (J) drives and driveway approaches located within the public right-of-
41 way;

42 (K) water mains and extensions;

43 (L) plazas and arcades;

- 1 (M) major multi-sport athletic complex;
- 2 (N) museum facility;
- 3 (O) parking facilities including multilevel parking facilities;
- 4 (P) landscaping and plantings, fountains, shelters, benches,
- 5 sculptures, lighting, decorations and similar amenities;
- 6 (Q) related expenses to redevelop and finance the redevelopment
- 7 project;
- 8 (R) for purposes of an incubator project, such costs shall also include
- 9 wet lab equipment including hoods, lab tables, heavy water equipment and
- 10 all such other equipment found to be necessary or appropriate for a
- 11 commercial incubator wet lab facility by the city in its resolution
- 12 establishing such redevelopment district or a bioscience development
- 13 district;
- 14 (S) costs for the acquisition of land for and the construction and
- 15 installation of publicly-owned infrastructure improvements which serve an
- 16 intermodal transportation area and are located outside of a redevelopment
- 17 district; and
- 18 (T) costs for infrastructure located outside the redevelopment district
- 19 but contiguous to any portion of the redevelopment district and such
- 20 infrastructure is necessary for the implementation of the redevelopment
- 21 plan as determined by the city.
- 22 (2) Redevelopment project costs shall not include: (A) Costs incurred
- 23 in connection with the construction of buildings or other structures to be
- 24 owned by or leased to a developer, however, the "redevelopment project
- 25 costs" shall include costs incurred in connection with the construction of
- 26 buildings or other structures to be owned or leased to a developer which
- 27 includes an auto race track facility or a multilevel parking facility.
- 28 (B) In addition, for a redevelopment project financed with special
- 29 obligation bonds payable from the revenues described in K.S.A. 12-
- 30 1774(a)(1)(D), and amendments thereto, redevelopment project costs shall
- 31 not include:
- 32 (i) Fees and commissions paid to developers, real estate agents,
- 33 financial advisors or any other consultants who represent the developers or
- 34 any other businesses considering locating in or located in a redevelopment
- 35 district;
- 36 (ii) salaries for local government employees;
- 37 (iii) moving expenses for employees of the businesses locating within
- 38 the redevelopment district;
- 39 (iv) property taxes for businesses that locate in the redevelopment
- 40 district;
- 41 (v) lobbying costs;
- 42 (vi) a bond origination fee charged by the city pursuant to K.S.A. 12-
- 43 1742, and amendments thereto;

1 (vii) any personal property, as defined in K.S.A. 79-102, and
2 amendments thereto; and

3 (viii) travel, entertainment and hospitality.

4 (p) "Redevelopment district" means the specific area declared to be
5 an eligible area in which the city may develop one or more redevelopment
6 projects.

7 (q) "Redevelopment district plan" or "district plan" means the
8 preliminary plan that identifies all of the proposed redevelopment project
9 areas and identifies in a general manner all of the buildings, facilities and
10 improvements in each that are proposed to be constructed or improved in
11 each redevelopment project area or, if the redevelopment district is
12 established for an intermodal transportation area, in or outside of the
13 redevelopment district.

14 (r) "Redevelopment project" means the approved project to
15 implement a project plan for the development of the established
16 redevelopment district.

17 (s) "Redevelopment project plan" means the plan adopted by a
18 municipality for the development of a redevelopment project or projects
19 which conforms with K.S.A. 12-1772, and amendments thereto, in a
20 redevelopment district.

21 (t) "Substantial change" means, as applicable, a change wherein the
22 proposed plan or plans differ substantially from the intended purpose for
23 which the district plan or project plan was approved.

24 (u) "Tax increment" means that amount of real property taxes
25 collected from real property located within the redevelopment district that
26 is in excess of the amount of real property taxes which is collected from
27 the base year assessed valuation.

28 (v) "Taxing subdivision" means the county, city, unified school
29 district and any other taxing subdivision levying real property taxes, the
30 territory or jurisdiction of which includes any currently existing or
31 subsequently created redevelopment district including a bioscience
32 development district.

33 (w) "River walk canal facilities" means a canal and related water
34 features which flows through a redevelopment district and facilities related
35 or contiguous thereto, including, but not limited to pedestrian walkways
36 and promenades, landscaping and parking facilities.

37 (x) "Major commercial entertainment and tourism area" may include,
38 but not be limited to, a major multi-sport athletic complex.

39 (y) "Major multi-sport athletic complex" means an athletic complex
40 that is utilized for the training of athletes, the practice of athletic teams, the
41 playing of athletic games or the hosting of events. Such project may
42 include playing fields, parking lots and other developments including
43 grandstands, suites and viewing areas, concessions, souvenir facilities,

1 catering facilities, visitor centers, signage and temporary hospitality
2 facilities, but excluding hotels, motels, restaurants and retail facilities, not
3 directly related to or necessary to the operation of such facility.

4 (z) "Bioscience" means the use of compositions, methods and
5 organisms in cellular and molecular research, development and
6 manufacturing processes for such diverse areas as pharmaceuticals,
7 medical therapeutics, medical diagnostics, medical devices, medical
8 instruments, biochemistry, microbiology, veterinary medicine, plant
9 biology, agriculture, industrial environmental and homeland security
10 applications of bioscience and future developments in the biosciences.
11 Bioscience includes biotechnology and life sciences.

12 (aa) "Bioscience development area" means an area that:

13 (1) Is or shall be owned, operated, or leased by, or otherwise under
14 the control of the Kansas bioscience authority;

15 (2) is or shall be used and maintained by a bioscience company; or

16 (3) includes a bioscience facility.

17 (bb) "Bioscience development district" means the specific area,
18 created under K.S.A. 12-1771, and amendments thereto, where one or
19 more bioscience development projects may be undertaken.

20 (cc) "Bioscience development project" means an approved project to
21 implement a project plan in a bioscience development district.

22 (dd) "Bioscience development project plan" means the plan adopted
23 by the authority for a bioscience development project pursuant to K.S.A.
24 12-1772, and amendments thereto, in a bioscience development district.

25 (ee) "Bioscience facility" means real property and all improvements
26 thereof used to conduct bioscience research, including, without limitation,
27 laboratory space, incubator space, office space and any and all facilities
28 directly related and necessary to the operation of a bioscience facility.

29 (ff) "Bioscience project area" means an area designated by the
30 authority within a bioscience development district.

31 (gg) "Biotechnology" means those fields focusing on technological
32 developments in such areas as molecular biology, genetic engineering,
33 genomics, proteomics, physiomics, nanotechnology, biodefense,
34 biocomputing, bioinformatics and future developments associated with
35 biotechnology.

36 (hh) "Board" means the board of directors of the Kansas bioscience
37 authority.

38 (ii) "Life sciences" means the areas of medical sciences,
39 pharmaceutical sciences, biological sciences, zoology, botany, horticulture,
40 ecology, toxicology, organic chemistry, physical chemistry, physiology and
41 any future advances associated with life sciences.

42 (jj) "Revenue increase" means that amount of real property taxes
43 collected from real property located within the bioscience development

1 district that is in excess of the amount of real property taxes which is
2 collected from the base year assessed valuation.

3 (kk) "Taxpayer" means a person, corporation, limited liability
4 company, S corporation, partnership, registered limited liability
5 partnership, foundation, association, nonprofit entity, sole proprietorship,
6 business trust, group or other entity that is subject to the Kansas income
7 tax act, K.S.A. 79-3201 et seq., and amendments thereto.

8 (ll) "Floodplain increment" means the increment determined pursuant
9 to K.S.A. 2016 Supp. 12-1771e(b), and amendments thereto.

10 (mm) "100-year floodplain area" means an area of land existing in a
11 100-year floodplain as determined by either an engineering study of a
12 Kansas certified engineer or by the United States federal emergency
13 management agency.

14 (nn) "Major motorsports complex" means a complex in Shawnee
15 county that is utilized for the hosting of competitions involving motor
16 vehicles, including, but not limited to, automobiles, motorcycles or other
17 self-propelled vehicles other than a motorized bicycle or motorized
18 wheelchair. Such project may include racetracks, all facilities directly
19 related and necessary to the operation of a motorsports complex,
20 including, but not limited to, parking lots, grandstands, suites and viewing
21 areas, concessions, souvenir facilities, catering facilities, visitor and retail
22 centers, signage and temporary hospitality facilities, but excluding hotels,
23 motels, restaurants and retail facilities not directly related to or necessary
24 to the operation of such facility.

25 (oo) "Intermodal transportation area" means an area of not less than
26 800 acres to be developed primarily to handle the transfer, storage and
27 distribution of freight through railway and trucking operations.

28 (pp) "Museum facility" means a separate newly-constructed museum
29 building and facilities directly related and necessary to the operation
30 thereof, including gift shops and restaurant facilities, but excluding hotels,
31 motels, restaurants and retail facilities not directly related to or necessary
32 to the operation of such facility. The museum facility shall be owned by
33 the state, a city, county, other political subdivision of the state or a non-
34 profit corporation, shall be managed by the state, a city, county, other
35 political subdivision of the state or a non-profit corporation and may not
36 be leased to any developer and shall not be located within any retail or
37 commercial building.

38 Sec. 20. From and after July 1, 2018, K.S.A. 2016 Supp. 12-1775a is
39 hereby amended to read as follows: 12-1775a. (a) Prior to December 31,
40 1996, the governing body of each city which, pursuant to K.S.A. 12-1771,
41 and amendments thereto, has established a redevelopment district prior to
42 July 1, 1996, shall certify to the director of accounts and reports the
43 amount equal to the amount of revenue realized from ad valorem taxes

1 imposed pursuant to K.S.A. 2016 Supp. 72-6470 or section 10, and
2 amendments thereto, within such redevelopment district. Prior to February
3 1, 1997, and annually on that date thereafter, the governing body of each
4 such city shall certify to the director of accounts and reports an amount
5 equal to the amount by which revenues realized from such ad valorem
6 taxes imposed in such redevelopment district are estimated to be reduced
7 for the ensuing calendar year due to legislative changes in the statewide
8 school finance formula. Prior to March 1 of each year, the director of
9 accounts and reports shall certify to the state treasurer each amount
10 certified by the governing bodies of cities under this section for the
11 ensuing calendar year and shall transfer from the state general fund to the
12 city tax increment financing revenue fund the aggregate of all amounts so
13 certified. Prior to April 15 of each year, the state treasurer shall pay from
14 the city tax increment financing revenue fund to each city certifying an
15 amount to the director of accounts and reports under this section for the
16 ensuing calendar year the amount so certified.

17 (b) There is hereby created the tax increment financing revenue
18 replacement fund which shall be administered by the state treasurer. All
19 expenditures from the tax increment financing revenue replacement fund
20 shall be made in accordance with appropriations acts upon warrants of the
21 director of accounts and reports issued pursuant to vouchers approved by
22 the state treasurer or a person or persons designated by the state treasurer.

23 Sec. 21. From and after July 1, 2018, K.S.A. 2016 Supp. 72-1046b is
24 hereby amended to read as follows: 72-1046b. (a) As used in this section:

25 (1) "School district" means a school district organized and operating
26 under the laws of this state and no part of which is located in Johnson
27 county, Sedgwick county, Shawnee county or Wyandotte county.

28 (2) "Non-resident pupil" or "pupil" means a pupil who is enrolled and
29 in attendance at a school located in a district in which such pupil is not a
30 resident and who: (A) Lives $2\frac{1}{2}$ or more miles from the attendance center
31 the pupil would attend in the district in which the pupil resides and is not a
32 resident of Johnson county, Sedgwick county, Shawnee county or
33 Wyandotte county; or (B) is a member of the family of a pupil meeting the
34 condition prescribed in ~~subpart~~ *subparagraph* (A).

35 (3) "Member of the family" means a brother or sister of the whole or
36 half blood or by adoption, a stepbrother or stepsister, and a foster brother
37 or foster sister.

38 (b) The board of education of any school district may allow any pupil
39 who is not a resident of the district to enroll in and attend school in such
40 district. The board of education of such district may furnish or provide
41 transportation to any non-resident pupil who is enrolled in and attending
42 school in the district pursuant to this section. If the district agrees to
43 furnish or provide transportation to a non-resident pupil, such

1 transportation shall be furnished or provided until the end of the school
2 year. Prior to providing or furnishing transportation to a non-resident
3 pupil, the district shall notify the board of education of the district in
4 which the pupil resides that transportation will be furnished or provided.

5 (c) Pupils attending school in a school district in which the pupil does
6 not reside pursuant to this section shall be counted as regularly enrolled in
7 and attending school in the district where the pupil is enrolled for the
8 purpose of computations under the classroom learning assuring student
9 success act, K.S.A. 2016 Supp. 72-6463 et seq., *and amendments thereto,*
10 *or for enrollment reporting pursuant to section 7,* and amendments thereto,
11 *whichever is applicable,* and for the purposes of the statutory provisions
12 contained in article 83 of chapter 72 of the Kansas Statutes Annotated, and
13 amendments thereto. Such non-resident pupil shall not be charged for the
14 costs of attendance at school.

15 ~~(d) Any pupil who was not a resident of the district in school year~~
16 ~~2014-2015, but was allowed to enroll in and attend school in such district~~
17 ~~in school year 2014-2015 by the board of education of such district and~~
18 ~~any member of the family of such pupil regardless of whether such family~~
19 ~~member enrolled in and attended school in such district in school year~~
20 ~~2014-2015, shall be allowed to enroll in and attend school in such district~~
21 ~~in school years 2015-2016 and 2016-2017 regardless of whether such~~
22 ~~pupil or family member of such pupil is a resident of the district in either~~
23 ~~school year, provided such pupil or such pupil's family member is in~~
24 ~~compliance with any attendance and behavior policies of the district. If~~
25 ~~transportation was furnished or provided to such pupil in school year~~
26 ~~2014-2015 by the district, then transportation shall be furnished or~~
27 ~~provided by the district to such pupil and any family member of such pupil~~
28 ~~in school years 2015-2016 and 2016-2017, provided there is no change in~~
29 ~~such pupil's residence and no requirement for the district to furnish~~
30 ~~transportation to any additional residence.~~

31 Sec. 22. From and after July 1, 2018, K.S.A. 2016 Supp. 72-1398 is
32 hereby amended to read as follows: 72-1398. (a) The national board for
33 professional teaching standards certification incentive program is hereby
34 established for the purpose of rewarding teachers who have attained
35 certification from the national board. Teachers who have attained
36 certification from the national board shall be issued a master teacher's
37 license by the state board of education. A master teacher's license shall be
38 valid for 10 years and renewable thereafter every 10 years through
39 compliance with continuing education and professional development
40 requirements prescribed by the state board. Teachers who have attained
41 certification from the national board and who are employed by a school
42 district shall be paid an incentive bonus in the amount of \$1,000 each
43 school year that the teacher remains employed by a school district and

1 retains a valid master teacher's license.

2 (b) The board of education of each school district employing one or
3 more national board certified teachers shall pay the incentive bonus to
4 each such teacher in each school year that the teacher retains eligibility for
5 such payment. Each board of education which has made payments of
6 incentive bonuses to national board certified teachers under this subsection
7 may file an application with the state board of education for state aid and
8 shall certify to the state board the amount of such payments. The
9 application and certification shall be on a form prescribed and furnished by
10 the state board, shall contain such information as the state board shall
11 require and shall be filed at the time specified by the state board.

12 (c) In each school year, each school district employing one or more
13 national board certified teachers is entitled to receive from appropriations
14 for the national board for professional teaching standards certification
15 incentive program an amount which is equal to the amount certified to the
16 state board of education in accordance with the provisions of subsection
17 (b). The state board shall certify to the director of accounts and reports the
18 amount due each school district. The director of accounts and reports shall
19 draw warrants on the state treasurer payable to the treasurer of each school
20 district entitled to payment under this section upon vouchers approved by
21 the state board.

22 (d) Moneys received by a board of education under this section shall
23 be deposited in the general fund of the school district and shall be
24 considered reimbursements to the district for the purpose of the classroom
25 learning assuring student success act, K.S.A. 2016 Supp. 72-6463 et seq.,
26 *and amendments thereto, or the classroom-based funding act, section 1 et*
27 *seq.*, and amendments thereto, and may be expended whether the same
28 have been budgeted or not.

29 (e) The state board of education is authorized to provide scholarships
30 of \$1,100 each to teachers who are accepted to participate in the national
31 board for professional teaching standards program for initial certification.
32 The state board of education is authorized to provide scholarships of \$500
33 each to teachers who are accepted to participate in the national board for
34 professional teaching standards program for renewal of certification. Any
35 teacher who has been accepted to participate in such program may file an
36 application with the state board of education for a scholarship. The
37 application shall be on a form prescribed and furnished by the state board,
38 shall contain such information as the state board shall require and shall be
39 filed at the time specified by the state board.

40 (f) As used in this section, the term "school district" means any
41 school district organized and operating under the laws of this state.

42 Sec. 23. From and after July 1, 2018, K.S.A. 2016 Supp. 72-1414 is
43 hereby amended to read as follows: 72-1414. (a) On or before January 1,

1 2001, the state board of education shall adopt rules and regulations for the
2 administration of mentor teacher programs and shall:

3 (1) Establish standards and criteria for evaluating and approving
4 mentor teacher programs and applications of school districts for grants;

5 (2) evaluate and approve mentor teacher programs;

6 (3) establish criteria for determination of exemplary teaching ability
7 of certificated teachers for qualification as mentor teachers;

8 (4) prescribe guidelines for the selection by boards of education of
9 mentor teachers and for the provision by boards of education of training
10 programs for mentor teachers;

11 (5) be responsible for awarding grants to school districts; and

12 (6) request of and receive from each school district which is awarded
13 a grant for maintenance of a mentor teacher program reports containing
14 information with regard to the effectiveness of the program.

15 (b) Subject to the availability of appropriations for mentor teacher
16 programs maintained by school districts, and within the limits of any such
17 appropriations, the state board of education shall determine the amount of
18 grants to be awarded school districts by multiplying an amount not to
19 exceed \$1,000 by the number of mentor teachers participating in the
20 program maintained by a school district. The product is the amount of the
21 grant to be awarded to the district. Upon receipt of a grant of state moneys
22 for maintenance of a mentor teacher program, the amount of the grant shall
23 be deposited in the general fund of the school district. Moneys deposited in
24 the general fund of a school district under this subsection shall be
25 considered reimbursements for the purpose of the classroom learning
26 assuring student success act, K.S.A. 2016 Supp. 72-6463 et seq., *and*
27 *amendments thereto, or the classroom-based funding act, section 1 et seq.,*
28 *and amendments thereto.* The full amount of the grant shall be allocated
29 among the mentor teachers employed by the school district so as to
30 provide a mentor teacher with an annual stipend in an amount not to
31 exceed \$1,000. Such annual stipend shall be over and above the regular
32 salary to which the mentor teacher is entitled for the school year.

33 Sec. 24. From and after July 1, 2018, K.S.A. 2016 Supp. 72-1923 is
34 hereby amended to read as follows: 72-1923. (a) Except as provided in
35 K.S.A. 2016 Supp. 72-1925, and amendments thereto, the board of
36 education of any school district may apply to the state board for a grant of
37 authority to operate such school district as a public innovative district. The
38 application shall be submitted in the form and manner prescribed by the
39 state board, and shall be submitted not later than December 1 of the school
40 year preceding the school year in which the school district intends to
41 operate as a public innovative district.

42 (b) The application shall include the following:

43 (1) A description of the educational programs of the public innovative

1 district;

2 (2) a description of the interest and support for partnerships between
3 the public innovative district, parents and the community;

4 (3) the specific goals and the measurable pupil outcomes to be
5 obtained by operating as a public innovative district; and

6 (4) an explanation of how pupil performance in achieving the
7 specified outcomes will be measured, evaluated and reported.

8 (c) (1) Within 90 days from the date such application is submitted, the
9 state board shall review the application to determine compliance with this
10 section, and shall approve or deny such application on or before the
11 conclusion of such 90-day period. If the application is determined to be in
12 compliance with this section, the state board shall approve such
13 application and grant the school district authority to operate as a public
14 innovative district. Notification of such approval shall be sent to the board
15 of education of such school district within 10 days after such decision.

16 (2) If the state board determines such application is not in compliance
17 with either this section, or K.S.A. 2016 Supp. 72-1925, and amendments
18 thereto, the state board shall deny such application. Notification of such
19 denial shall be sent to the board of education of such school district within
20 10 days after such decision and shall specify the reasons therefor. Within
21 30 days from the date such notification is sent, the board of education of
22 such school district may submit a request to the state board for
23 reconsideration of the application and may submit an amended application
24 with such request. The state board shall act on the request for
25 reconsideration within 60 days of receipt of such request.

26 (d) A public innovative district shall:

27 (1) Not charge tuition for any of the pupils residing within the public
28 innovative district;

29 (2) participate in all Kansas math and reading assessments applicable
30 to such public innovative district, or an alternative assessment program for
31 measuring student progress as determined by the board of education;

32 (3) abide by all financial and auditing requirements that are
33 applicable to school districts, except that a public innovative district may
34 use generally accepted accounting principles;

35 (4) comply with all applicable health, safety and access laws; and

36 (5) comply with all statements set forth in the application submitted
37 pursuant to subsection (a).

38 (e) (1) Except as otherwise provided in K.S.A. 2016 Supp. 72-1921
39 through 72-1930, and amendments thereto, or as required by the board of
40 education of the public innovative district, a public innovative district shall
41 be exempt from all laws and rules and regulations that are applicable to
42 school districts.

43 (2) *Except as otherwise provided by law*, a public innovative district

1 shall be subject to the special education for exceptional children act, the
2 virtual school act, the classroom learning assuring student success act,
3 K.S.A. 2016 Supp. 72-6463 et seq., *and amendments thereto, the*
4 *classroom-based funding act, section 1 et seq.*, and amendments thereto,
5 the provisions of K.S.A. 72-8801 et seq., and amendments thereto, all laws
6 governing the issuance of general obligation bonds by school districts, the
7 provisions of K.S.A. 74-4901 et seq., and amendments thereto, and all
8 laws governing the election of members of the board of education, the
9 open meetings act as provided in K.S.A. 75-4317 et seq., and amendments
10 thereto, and the open records act as provided in K.S.A. 45-215 et seq., and
11 amendments thereto.

12 Sec. 25. From and after July 1, 2018, K.S.A. 2016 Supp. 72-5333b is
13 hereby amended to read as follows: 72-5333b. (a) The unified school
14 district maintaining and operating a school on the Fort Leavenworth
15 military reservation, being unified school district No. 207 of Leavenworth
16 county, state of Kansas, shall have a governing body, which shall be
17 known as the "Fort Leavenworth school district board of education" and
18 which shall consist of three members who shall be appointed by, and serve
19 at the pleasure of the commanding general of Fort Leavenworth. One
20 member of the board shall be the president and one member shall be the
21 vice-president. The commanding general, when making any appointment
22 to the board, shall designate which of the offices the member so appointed
23 shall hold. Except as otherwise expressly provided in this section, the
24 district board and the officers thereof shall have and may exercise all the
25 powers, duties, authority and jurisdiction imposed or conferred by law on
26 unified school districts and boards of education thereof, except such school
27 district shall not offer or operate any of grades 10 through 12.

28 (b) The board of education of the school district shall not have the
29 power to issue bonds.

30 (c) Except as otherwise ~~expressly provided in this subsection~~ *by law*,
31 the provisions of the classroom learning assuring student success act,
32 K.S.A. 2016 Supp. 72-6463 et seq., and amendments thereto, apply to the
33 school district. Any moneys received by the school district shall be
34 deposited in the general fund of the school district or, at the discretion of
35 the board of education, in the capital outlay fund of the school district.

36 Sec. 26. K.S.A. 2016 Supp. 72-6463 is hereby amended to read as
37 follows: 72-6463. (a) The provisions of K.S.A. 2016 Supp. 72-6463
38 through 72-6481, and K.S.A. 2016 Supp. 72-6483 through 72-6485, and
39 amendments thereto, shall be known and may be cited as the classroom
40 learning assuring student success act.

41 (b) The legislature hereby declares that the intent of this act is to
42 lessen state interference and involvement in the local management of
43 school districts and to provide more flexibility and increased local control

1 for school district boards of education and administrators in order to:

- 2 (1) Enhance predictability and certainty in school district funding
 3 sources and amounts;
 4 (2) allow school district boards of education and administrators to
 5 best meet their individual school district's financial needs; and
 6 (3) maximize opportunities for more funds to go to the classroom.

7 To meet this legislative intent, state financial support for elementary
 8 and secondary public education will be met by providing a block grant for
 9 school years 2015-2016 ~~and 2016-2017~~ through 2018-2019 to each school
 10 district. Each school district's block grant will be based in part on, and be
 11 at least equal to, the total state financial support as determined for school
 12 year 2014-2015 under the school district finance and quality performance
 13 act, prior to its repeal. All school districts will be held harmless from any
 14 decreases to the final school year 2014-2015 amount of total state financial
 15 support.

16 (c) The legislature further declares that the guiding principles for the
 17 development of subsequent legislation for the finance of elementary and
 18 secondary public education should consist of the following:

- 19 (1) Ensuring that students' educational needs are funded;
 20 (2) providing more funding to classroom instruction;
 21 (3) maximizing flexibility in the use of funding by school district
 22 boards of education and administrators; and
 23 (4) achieving the goal of providing students with those education
 24 capacities established in K.S.A. 72-1127, and amendments thereto.

25 (d) The provisions of this section shall be effective from and after
 26 July 1, 2015, through June 30, ~~2017~~ 2019.

27 Sec. 27. K.S.A. 2016 Supp. 72-6464 is hereby amended to read as
 28 follows: 72-6464. (a) As used in K.S.A. 2016 Supp. 72-6463 through 72-
 29 6481, and amendments thereto:

30 (1) (A) "At-risk pupils" means pupils who are eligible for free meals
 31 under the national school lunch act and who are enrolled in a district which
 32 maintains an approved at-risk pupil assistance plan.

33 (B) The term "at-risk pupils" shall not include any pupil: (i) Enrolled
 34 in any of the grades one through 12 who is in attendance less than full
 35 time; or (ii) who is over 19 years of age. The provisions of this paragraph
 36 shall not apply to any pupil who has an individualized education program.

37 (2) "Board" means the board of education of a school district.

38 (3) "Current school year" means the school year during which general
 39 state aid is determined by the state board under K.S.A. 2016 Supp. 72-
 40 6465, and amendments thereto.

41 (4) "Enrollment" means: (A) (i) Subject to the provisions of
 42 subsection (a)(4)(A)(ii), for school districts scheduling the school days or
 43 school hours of the school term on a trimestral or quarterly basis, the

1 number of pupils regularly enrolled in the district on September 20 plus
2 the number of pupils regularly enrolled in the school district on February
3 20 less the number of pupils regularly enrolled on February 20 who were
4 counted in the enrollment of the school district on September 20;

5 (ii) for school districts not described in subsection (a)(4)(A)(i), the
6 number of pupils regularly enrolled in the school district on September 20;
7 and

8 (iii) a pupil who is a foreign exchange student shall not be counted
9 unless such student is regularly enrolled in the school district on
10 September 20 and attending kindergarten or any of the grades one through
11 12 maintained by the school district for at least one semester or two
12 quarters or the equivalent thereof;

13 (B) if enrollment in a school district in any school year has decreased
14 from enrollment in the preceding school year, enrollment of the school
15 district in the current school year means whichever is the greater of:

16 (i) Enrollment in the preceding school year minus enrollment in such
17 school year of preschool-aged at-risk pupils, if any such pupils were
18 enrolled, plus enrollment in the current school year of preschool-aged at-
19 risk pupils, if any such pupils are enrolled; or

20 (ii) the sum of enrollment in the current school year of preschool-
21 aged at-risk pupils, if any such pupils are enrolled and the average of the
22 sum of:

23 (a) Enrollment of the school district in the current school year minus
24 enrollment in such school year of preschool-aged at-risk pupils, if any
25 such pupils are enrolled;

26 (b) enrollment in the preceding school year minus enrollment in such
27 school year of preschool-aged at-risk pupils, if any such pupils were
28 enrolled; and

29 (c) enrollment in the school year next preceding the preceding school
30 year minus enrollment in such school year of preschool-aged at-risk
31 pupils, if any such pupils were enrolled.

32 (5) "February 20" has its usual meaning, except that in any year in
33 which February 20 is not a day on which school is maintained, it shall
34 mean the first day after February 20 on which school is maintained.

35 (6) "Federal impact aid" means an amount equal to the federally
36 qualified percentage of the amount of moneys a district receives in the
37 current school year under the provisions of title I of public law 874 and
38 congressional appropriations therefor, excluding amounts received for
39 assistance in cases of major disaster and amounts received under the low-
40 rent housing program. The amount of federal impact aid defined herein as
41 an amount equal to the federally qualified percentage of the amount of
42 moneys provided for the district under title I of public law 874 shall be
43 determined by the state board in accordance with terms and conditions

1 imposed under the provisions of the public law and rules and regulations
2 thereunder.

3 (7) "Preceding school year" means the school year immediately
4 before the current school year.

5 (8) "Preschool-aged at-risk pupil" means an at-risk pupil who has
6 attained the age of four years, is under the age of eligibility for attendance
7 at kindergarten, and has been selected by the state board in accordance
8 with guidelines consonant with guidelines governing the selection of
9 pupils for participation in head start programs.

10 (9) "Preschool-aged exceptional children" means exceptional
11 children, except gifted children, who have attained the age of three years
12 but are under the age of eligibility for attendance at kindergarten.

13 (10) "Pupil" means any person who is regularly enrolled in a district
14 and attending kindergarten or any of the grades one through 12 maintained
15 by the district, or who is regularly enrolled in a district and attending
16 kindergarten or any of the grades one through 12 in another district in
17 accordance with an agreement entered into under authority of K.S.A. 72-
18 8233, and amendments thereto, or who is regularly enrolled in a district
19 and attending special education services provided for preschool-aged
20 exceptional children by the district.

21 (11) "School district" means a unified school district organized and
22 operated under the laws of this state.

23 (12) "School year" means the 12-month period ending June 30.

24 (13) "September 20" has its usual meaning, except that in any year in
25 which September 20 is not a day on which school is maintained, it shall
26 mean the first day after September 20 on which school is maintained.

27 (14) "State board" means the state board of education.

28 (b) The provisions of this section shall be effective from and after
29 July 1, 2015, through June 30, ~~2017~~ 2019.

30 Sec. 28. K.S.A. 2016 Supp. 72-6465 is hereby amended to read as
31 follows: 72-6465. (a) For school year 2015-2016, the state board shall
32 disburse general state aid to each school district in an amount equal to:

33 (1) Subject to the provisions of subsections (c) through (g), the
34 amount of general state aid such school district received for school year
35 2014-2015, if any, pursuant to K.S.A. 72-6416, prior to its repeal, as
36 prorated in accordance with K.S.A. 72-6410, prior to its repeal, less:

37 (A) The amount directly attributable to the ancillary school facilities
38 weighting as determined for school year 2014-2015 under K.S.A. 72-6443,
39 prior to its repeal;

40 (B) the amount directly attributable to the cost-of-living weighting as
41 determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-6450,
42 prior to its repeal;

43 (C) the amount directly attributable to declining enrollment state aid

- 1 as determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-
 2 6452, prior to its repeal; and
- 3 (D) the amount directly attributable to virtual school state aid as
 4 determined for school year 2014-2015 under K.S.A. 2016 Supp. 72-3715,
 5 and amendments thereto, plus;
- 6 (2) the amount of supplemental general state aid such school district
 7 received for school year 2014-2015, if any, pursuant to K.S.A. 72-6434,
 8 prior to its repeal, as prorated in accordance with K.S.A. 72-6434, prior to
 9 its repeal, plus;
- 10 (3) the amount of capital outlay state aid such school district received
 11 for school year 2014-2015, if any, pursuant to K.S.A. 2014 Supp. 72-8814,
 12 prior to its repeal, plus;
- 13 (4) (A) an amount that is directly attributable to the proceeds of the
 14 tax levied by the school district pursuant to K.S.A. 2016 Supp. 72-6473,
 15 and amendments thereto, provided the school district has levied such tax;
- 16 (B) an amount that is directly attributable to the proceeds of the tax
 17 levied by the school district pursuant to K.S.A. 2016 Supp. 72-6474, and
 18 amendments thereto, provided the school district has levied such tax; and
- 19 (C) an amount that is directly attributable to the proceeds of the tax
 20 levied by the school district pursuant to K.S.A. 2016 Supp. 72-6475, and
 21 amendments thereto, provided the school district has levied such tax, plus;
- 22 (5) the amount of virtual school state aid such school district is to
 23 receive under K.S.A. 2016 Supp. 72-3715, and amendments thereto, plus;
- 24 (6) an amount certified by the board of trustees of the Kansas public
 25 employees retirement system which is equal to the participating employer's
 26 obligation of such school district to the system, less;
- 27 (7) an amount equal to 0.4% of the amount determined under
 28 subsection (a)(1).
- 29 (b) For school ~~year~~ *years* 2016-2017, 2017-2018 and 2018-2019, the
 30 state board shall disburse general state aid to each school district in an
 31 amount equal to:
- 32 (1) Subject to the provisions of subsections (c) through (g), the
 33 amount of general state aid such school district received for school year
 34 2014-2015, if any, pursuant to K.S.A. 72-6416, prior to its repeal, as
 35 prorated in accordance with K.S.A. 72-6410, prior to its repeal, less:
- 36 (A) The amount directly attributable to the ancillary school facilities
 37 weighting as determined for school year 2014-2015 under K.S.A. 72-6443,
 38 prior to its repeal;
- 39 (B) the amount directly attributable to the cost-of-living weighting as
 40 determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-6450,
 41 prior to its repeal;
- 42 (C) the amount directly attributable to declining enrollment state aid
 43 as determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-

1 6452, prior to its repeal; and

2 (D) the amount directly attributable to virtual school state aid as
3 determined for school year 2014-2015 under K.S.A. 2016 Supp. 72-3715,
4 and amendments thereto, plus;

5 (2) (A) an amount that is directly attributable to the proceeds of the
6 tax levied by the school district pursuant to K.S.A. 2016 Supp. 72-6473,
7 and amendments thereto, provided the school district has levied such tax;

8 (B) an amount that is directly attributable to the proceeds of the tax
9 levied by the school district pursuant to K.S.A. 2016 Supp. 72-6474, and
10 amendments thereto, provided the school district has levied such tax; and

11 (C) an amount that is directly attributable to the proceeds of the tax
12 levied by the school district pursuant to K.S.A. 2016 Supp. 72-6475, and
13 amendments thereto, provided the school district has levied such tax, plus;

14 (3) the amount of virtual school state aid such school district is to
15 receive under K.S.A. 2016 Supp. 72-3715, and amendments thereto, plus;

16 (4) an amount certified by the board of trustees of the Kansas public
17 employees retirement system which is equal to the participating employer's
18 obligation of such school district to the system, less;

19 (5) an amount equal to 0.4% of the amount determined under
20 subsection (b)(1).

21 (c) For any school district whose school financing sources exceeded
22 its state financial aid for school year 2014-2015 as calculated under the
23 school district finance and quality performance act, prior to its repeal, the
24 amount such school district is entitled to receive under subsection (a)(1) or
25 (b)(1) shall be the proceeds of the tax levied by the school district pursuant
26 to K.S.A. 2016 Supp. 72-6470, and amendments thereto, less the
27 difference between such school district's school financing sources and its
28 state financial aid for school year 2014-2015 as calculated under the
29 school district finance and quality performance act, prior to its repeal.

30 (d) For any school district formed by consolidation in accordance
31 with article 87 of chapter 72 of the Kansas Statutes Annotated, and
32 amendments thereto, prior to the effective date of this act, and whose state
33 financial aid for school year 2014-2015 was determined under K.S.A.
34 2014 Supp. 72-6445a, prior to its repeal, the amount of general state aid
35 for such school district determined under subsection (a)(1) or (b)(1) shall
36 be determined as if such school district was not subject to K.S.A. 2014
37 Supp. 72-6445a, prior to its repeal, for school year 2014-2015.

38 (e) For any school district that consolidated in accordance with article
39 87 of chapter 72 of the Kansas Statutes Annotated, and amendments
40 thereto, and such consolidation becomes effective on or after July 1, 2015,
41 the amount of general state aid for such school district determined under
42 subsection (a)(1) or (b)(1) shall be the sum of the general state aid each of
43 the former school districts would have received under subsection (a)(1) or

1 (b)(1).

2 (f) (1) For any school district that was entitled to receive school
3 facilities weighting for school year 2014-2015 under K.S.A. 2014 Supp.
4 72-6415b, prior to its repeal, and which would not have been eligible to
5 receive such weighting for school year 2015-2016 under K.S.A. 2014
6 Supp. 72-6415b, prior to its repeal, an amount directly attributable to the
7 school facilities weighting as determined for school year 2014-2015 under
8 K.S.A. 72-6415, prior to its repeal, for such school district shall be
9 subtracted from the amount of general state aid for such school district
10 determined under subsection (a)(1) or (b)(1).

11 (2) For any school district which would have been eligible to receive
12 school facilities weighting for school year 2015-2016 under K.S.A. 2014
13 Supp. 72-6415b, prior to its repeal, but which did not receive such
14 weighting for school year 2014-2015, an amount directly attributable to
15 the school facilities weighting as would have been determined under
16 K.S.A. 72-6415, prior to its repeal, for school year 2015-2016 shall be
17 added to the amount of general state aid for such school district
18 determined under subsection (a)(1) or (b)(1).

19 (3) For any school district which would have been eligible to receive
20 school facilities weighting for school year 2016-2017 under K.S.A. 2014
21 Supp. 72-6415b, prior to its repeal, but which did not receive such
22 weighting for school year 2014-2015, and which would not have been
23 eligible to receive such weighting for school year 2015-2016 under K.S.A.
24 2014 Supp. 72-6415b, prior to its repeal, an amount directly attributable to
25 the school facilities weighting as would have been determined under
26 K.S.A. 72-6415, prior to its repeal, for school year 2016-2017 shall be
27 added to the amount of general state aid for such school district
28 determined under subsection (a)(1) or (b)(1).

29 (g) (1) For any school district that received federal impact aid for
30 school year 2014-2015, if such school district receives federal impact aid
31 in school year 2015-2016 in an amount that is less than the amount such
32 school district received in school year 2014-2015, then an amount equal to
33 the difference between the amount of federal impact aid received by such
34 school district in such school years shall be added to the amount of general
35 state aid for such school district for school year 2015-2016 as determined
36 under subsection (a)(1) or (b)(1).

37 (2) For any school district that received federal impact aid for school
38 year 2014-2015, if such school district receives federal impact aid in
39 school year 2016-2017 in an amount that is less than the amount such
40 school district received in school year 2014-2015, then an amount equal to
41 the difference between the amount of federal impact aid received by such
42 school district in such school years shall be added to the amount of general
43 state aid for such school district for school year 2016-2017 as determined

1 under subsection (a)(1) or (b)(1).

2 (h) The general state aid for each school district shall be disbursed in
3 accordance with appropriation acts. In the event the appropriation for
4 general state aid exceeds the amount determined under subsection (a) or
5 (b) for any school year, then the state board shall disburse such excess
6 amount to each school district in proportion to such school district's
7 enrollment.

8 (i) The provisions of this section shall be effective from and after July
9 1, 2015, through June 30, ~~2017~~ 2019.

10 Sec. 29. K.S.A. 2016 Supp. 72-6466 is hereby amended to read as
11 follows: 72-6466. (a) The distribution of general state aid determined
12 pursuant to K.S.A. 2016 Supp. 72-6465, and amendments thereto, shall be
13 made in accordance with appropriation acts each year as provided in this
14 section.

15 (b) (1) In the months of July through May of each school year, the
16 state board shall determine the amount of general state aid which will be
17 required by each district to maintain operations in each such month. In
18 making such determination, the state board shall take into consideration
19 the district's access to school financing sources and the obligations of the
20 general fund which must be satisfied during the month. The amount
21 determined by the state board under this provision is the amount of general
22 state aid which will be distributed to the district in the months of July
23 through May;

24 (2) in the month of June of each school year, subject to the provisions
25 of subsection (d), payment shall be made of the full amount of the general
26 state aid entitlement determined for the school year, less the sum of the
27 monthly payments made in the months of July through May.

28 (c) The state board of education shall prescribe the dates upon which
29 the distribution of payments of general state aid to school districts shall be
30 due. Payments of general state aid shall be distributed to districts once
31 each month on the dates prescribed by the state board. The state board
32 shall certify to the director of accounts and reports the amount due as
33 general state aid to each district in each of the months of July through
34 June. Such certification, and the amount of general state aid payable from
35 the state general fund, shall be approved by the director of the budget. The
36 director of accounts and reports shall draw warrants on the state treasurer
37 payable to the district treasurer of each district entitled to payment of
38 general state aid, pursuant to vouchers approved by the state board. Upon
39 receipt of such warrant, each district treasurer shall deposit the amount of
40 general state aid in the general fund.

41 (d) If any amount of general state aid that is due to be paid during the
42 month of June of a school year pursuant to the other provisions of this
43 section is not paid on or before June 30 of such school year, then such

1 payment shall be paid on or after the ensuing July 1, as soon as moneys are
2 available therefor. Any payment of general state aid that is due to be paid
3 during the month of June of a school year and that is paid to school
4 districts on or after the ensuing July 1 shall be recorded and accounted for
5 by school districts as a receipt for the school year ending on the preceding
6 June 30.

7 (e) The provisions of this section shall be effective from and after
8 July 1, 2015, through June 30, ~~2017~~ 2019.

9 Sec. 30. K.S.A. 2016 Supp. 72-6467 is hereby amended to read as
10 follows: 72-6467. (a) In the event any district is paid more than it is
11 entitled to receive under any distribution made under the provisions of
12 K.S.A. 2016 Supp. 72-6463 through 72-6481, and amendments thereto, or
13 under any statute repealed by this act, the state board shall notify the
14 district of the amount of such overpayment, and such district shall remit
15 the same to the state board. The state board shall remit any moneys so
16 received to the state treasurer in accordance with the provisions of K.S.A.
17 75-4215, and amendments thereto. Upon receipt of each such remittance,
18 the state treasurer shall deposit the entire amount in the state treasury to
19 the credit of the state school district finance fund. If any district fails so to
20 remit, the state board shall deduct the excess amounts so paid from future
21 payments becoming due to the district. In the event any district is paid less
22 than the amount to which it is entitled under any distribution made under
23 the provisions of K.S.A. 2016 Supp. 72-6463 through 72-6481, and
24 amendments thereto, the state board shall pay the additional amount due at
25 any time within the school year in which the underpayment was made or
26 within 60 days after the end of such school year.

27 (b) The provisions of this section shall be effective from and after
28 July 1, 2015, through June 30, ~~2017~~ 2019.

29 Sec. 31. K.S.A. 2016 Supp. 72-6468 is hereby amended to read as
30 follows: 72-6468. (a) On or before October 10 of each school year, the
31 clerk or superintendent of each district shall certify under oath to the state
32 board a report showing the total enrollment of the district by grades
33 maintained in the schools of the district and such other reports as the state
34 board may require. Upon receipt of such report, the state board shall
35 examine the report, and if the state board finds any errors in any such
36 report, the state board shall consult with the district officer furnishing the
37 report and make such corrections in the report as are necessary. One of
38 such district officers shall also certify to the state board, on or before
39 August 25 of each year, a copy of the budget adopted by the district.

40 (b) The provisions of this section shall be effective from and after
41 July 1, 2015, through June 30, ~~2017~~ 2019.

42 Sec. 32. K.S.A. 2016 Supp. 72-6469 is hereby amended to read as
43 follows: 72-6469. (a) The state school district finance fund, established by

1 K.S.A. 1991 Supp. 72-7081, prior to its repeal, is hereby continued in
2 existence and shall consist of: (1) All moneys credited to such fund under
3 K.S.A. 72-6418, 72-6431, 72-6441 and K.S.A. 2014 Supp. 72-6449 and
4 72-6451, prior to their repeal; and (2) all amounts transferred to such fund
5 pursuant to the provisions of K.S.A. 2016 Supp. 72-6463 through 72-6481,
6 and amendments thereto.

7 (b) The state school district finance fund shall be used for the purpose
8 of school district finance and for no other governmental purpose. It is the
9 intent of the legislature that the fund shall remain intact and inviolate for
10 such purpose, and moneys in the fund shall not be subject to the provisions
11 of K.S.A. 75-3722, 75-3725a and 75-3726a, and amendments thereto.

12 (c) Amounts in the state school district finance fund shall be allocated
13 and distributed to school districts as a portion of general state aid
14 entitlements provided for under K.S.A. 2016 Supp. 72-6465, and
15 amendments thereto.

16 (d) The provisions of this section shall be effective from and after
17 July 1, 2015, through June 30, ~~2017~~ 2019.

18 Sec. 33. K.S.A. 2016 Supp. 72-6470 is hereby amended to read as
19 follows: 72-6470. (a) The board of education of each school district shall
20 levy an ad valorem tax upon the taxable tangible property of the district at
21 a rate of 20 mills in school year ~~2015-2016 and school year 2016-2017~~
22 ~~years 2017-2018 and 2018-2019~~ for the purpose of:

23 (1) Paying a portion of the costs of operating and maintaining public
24 schools in partial fulfillment of the constitutional obligation of the
25 legislature to finance the educational interests of the state; and

26 (2) with respect to any redevelopment district established prior to July
27 1, 1997, pursuant to K.S.A. 12-1771, and amendments thereto, paying a
28 portion of the principal and interest on bonds issued by cities under
29 authority of K.S.A. 12-1774, and amendments thereto, for the financing of
30 redevelopment projects upon property located within the district.

31 (b) Except for that portion of the proceeds used for the purpose
32 specified in subsection (a)(2), the proceeds from the tax levied by a school
33 district under authority of this section shall be remitted to the state
34 treasurer in accordance with the provisions of K.S.A. 75-4215, and
35 amendments thereto. Upon receipt of each such remittance, the state
36 treasurer shall deposit the entire amount in the state treasury and shall
37 credit the same to the state school finance fund.

38 (c) All moneys remitted to the state treasurer pursuant to subsection
39 (b) shall be used for paying a portion of the costs of operating and
40 maintaining public schools in partial fulfillment of the constitutional
41 obligation of the legislature to finance the educational interests of the state.

42 (d) No school district shall proceed under K.S.A. 79-1964, 79-1964a
43 or 79-1964b, and amendments thereto.

1 (e) The provisions of this section shall be effective from and after
2 July 1, 2015, through June 30, ~~2017~~ 2019.

3 Sec. 34. K.S.A. 2016 Supp. 72-6471 is hereby amended to read as
4 follows: 72-6471. (a) For school year ~~2015-2016 and school year 2016-~~
5 ~~2017 years~~ 2015-2016, 2016-2017, 2017-2018 and 2018-2019, the board
6 of any school district may adopt a local option budget which does not
7 exceed the greater of: (1) The local option budget adopted by such school
8 district for school year 2014-2015 pursuant to K.S.A. 72-6433, prior to its
9 repeal; or (2) the local option budget such school district would have
10 adopted for school year 2015-2016 pursuant to K.S.A. 72-6433, prior to its
11 repeal.

12 (b) Except as provided by subsection (e), the adoption of a resolution
13 pursuant to this subsection shall require a majority vote of the members of
14 the board. Such resolution shall be effective upon adoption and shall
15 require no other procedure, authorization or approval.

16 (c) Unless specifically stated otherwise in the resolution, the authority
17 to adopt a local option budget shall be continuous and permanent. The
18 board of any school district that has adopted a local option budget in a
19 prior school year may choose not to adopt such a budget or may adopt a
20 budget in an amount less than the amount authorized. If the board of any
21 school district whose authority to adopt a local option budget is not
22 continuous and permanent refrains from adopting a local option budget,
23 the authority of such district to adopt a local option budget shall not be
24 extended by such refrainment beyond the period specified in the resolution
25 authorizing adoption of such budget.

26 (d) The board of any district may initiate procedures to renew the
27 authority to adopt a local option budget at any time during a school year
28 after the tax levied pursuant to K.S.A. 2016 Supp. 72-6472, and
29 amendments thereto, is certified to the county clerk under any existing
30 authorization.

31 (e) The board of any school district that has adopted a local option
32 budget prior to July 1, 2015, under a resolution which authorized the
33 adoption of such budget in accordance with the provisions of K.S.A. 72-
34 6433, prior to its repeal, may continue to operate under such resolution for
35 the period of time specified in the resolution or may abandon the
36 resolution and operate under the provisions of this section. Any such
37 school district shall operate under the provisions of this section after the
38 period of time specified in the resolution has expired.

39 (f) Any resolution adopted pursuant to this section may revoke or
40 repeal any resolution previously adopted by the board. If the resolution
41 does not revoke or repeal previously adopted resolutions, all resolutions
42 which are in effect shall expire on the same date. The maximum amount of
43 the local option budget of a school district under all resolutions in effect

1 shall not exceed the limitation set forth in subsection (a) in any school
2 year.

3 (g) The provisions of this section shall be effective from and after
4 July 1, 2015, through June 30, ~~2017~~ 2019.

5 Sec. 35. K.S.A. 2016 Supp. 72-6472 is hereby amended to read as
6 follows: 72-6472. (a) For school ~~year 2015-2016 and school year 2016-~~
7 ~~2017 years~~ 2015-2016, 2016-2017, 2017-2018 and 2018-2019, the board
8 of each school district that has adopted a local option budget may levy an
9 ad valorem tax on the taxable tangible property of the district for the
10 purpose of:

11 (1) Financing that portion of the school district's local option budget
12 which is not financed from any other source provided by law; and

13 (2) paying a portion of the principal and interest on bonds issued by
14 cities under authority of K.S.A. 12-1774, and amendments thereto, for the
15 financing of redevelopment projects upon property located within the
16 district.

17 (b) Except the proceeds of such tax levied for the purpose specified in
18 subsection (a)(2), the proceeds from the tax levied by a school district
19 under authority of this section shall be deposited in the general fund of the
20 district.

21 (c) No school district shall proceed under K.S.A. 79-1964, 79-1964a
22 or 79-1964b, and amendments thereto.

23 (d) The provisions of this section shall be effective from and after
24 July 1, 2015, through June 30, ~~2017~~ 2019.

25 Sec. 36. K.S.A. 2016 Supp. 72-6473 is hereby amended to read as
26 follows: 72-6473. (a) The board of any school district to which the
27 provisions of this subsection apply may levy an ad valorem tax on the
28 taxable tangible property of the school district for school years 2015-2016
29 ~~and~~, 2016-2017, 2017-2018 and 2018-2019 in an amount not to exceed the
30 amount authorized by the state court of tax appeals for school year 2014-
31 2015 pursuant to K.S.A. 2014 Supp. 72-6451, prior to its repeal, for the
32 purpose set forth in K.S.A. 2014 Supp. 72-6451, prior to its repeal. The
33 provisions of this subsection apply to any school district that imposed a
34 levy pursuant to K.S.A. 2014 Supp. 72-6451, prior to its repeal, for school
35 year 2014-2015.

36 (b) The board of education of any school district which would have
37 been eligible to levy an ad valorem tax pursuant to K.S.A. 2014 Supp. 72-
38 6451, prior to its repeal, for school ~~year~~ years 2015-2016-~~or~~, 2016-2017,
39 2017-2018 or 2018-2019, may levy an ad valorem tax on the taxable
40 tangible property of the school district each year for a period of time not to
41 exceed two years in an amount not to exceed the amount authorized by the
42 state board of tax appeals under this subsection for the purpose of
43 financing the costs incurred by the school district directly attributable to

1 the school district's declining enrollment. The state board of tax appeals
2 may authorize the school district to make a levy which will produce an
3 amount that is not greater than the amount of revenues lost as a result of
4 the declining enrollment of the school district. Such amount shall not
5 exceed 5% of the general fund budget of the school district in the school
6 year in which the school district applies to the state board of tax appeals
7 for authority to make a levy pursuant to this section.

8 (c) The state board of tax appeals shall certify to the state board the
9 amount authorized to be produced by the levy of a tax under this section.
10 The state board shall prescribe guidelines for the data that school districts
11 shall include in cases before the state board of tax appeals pursuant to this
12 section. The state board shall provide to the state board of tax appeals such
13 school data and information requested by the state board of tax appeals
14 and any other information deemed necessary by the state board.

15 (d) The proceeds from any tax levied by a school district under
16 authority of this section shall be remitted to the state treasurer in
17 accordance with the provisions of K.S.A. 75-4215, and amendments
18 thereto. Upon receipt of each such remittance, the state treasurer shall
19 deposit the entire amount in the state treasury and shall credit the same to
20 the state school finance fund. All moneys remitted to the state treasurer
21 pursuant to this subsection shall be used for paying a portion of the costs
22 of operating and maintaining public schools in partial fulfillment of the
23 constitutional obligation of the legislature to finance the educational
24 interests of the state.

25 (e) The provisions of this section shall be effective from and after
26 July 1, 2015, through June 30, ~~2017~~ 2019.

27 Sec. 37. K.S.A. 2016 Supp. 72-6474 is hereby amended to read as
28 follows: 72-6474. (a) The board of any school district to which the
29 provisions of this subsection apply may levy an ad valorem tax on the
30 taxable tangible property of the school district for school years 2015-2016
31 ~~and~~, 2016-2017, 2017-2018 and 2018-2019 in an amount not to exceed the
32 amount authorized by the state court of tax appeals for school year 2014-
33 2015 pursuant to K.S.A. 72-6441, prior to its repeal, for the purpose set
34 forth in K.S.A. 72-6441, prior to its repeal. The provisions of this
35 subsection apply to any school district that imposed a levy pursuant to
36 K.S.A. 72-6441, prior to its repeal, for school year 2014-2015.

37 (b) The board of any school district which would have been eligible
38 to levy an ad valorem tax pursuant to K.S.A. 72-6441, prior to its repeal,
39 for the operation of a school facility whose construction was financed by
40 the issuance of bonds approved for issuance at an election held on or
41 before June 30, 2016, may levy an ad valorem tax on the taxable tangible
42 property of the school district each year for a period of time not to exceed
43 two years in an amount not to exceed the amount authorized by the state

1 board of tax appeals under this subsection for the purpose of financing the
2 costs incurred by the school district that are directly attributable to
3 ancillary school facilities. The state board of tax appeals may authorize the
4 school district to make a levy which will produce an amount that is not
5 greater than the difference between the amount of costs directly
6 attributable to commencing operation of one or more new school facilities
7 and the amount that is financed from any other source provided by law for
8 such purpose.

9 (c) The state board of tax appeals shall certify to the state board of
10 education the amount authorized to be produced by the levy of a tax under
11 subsection (a). The state board of tax appeals may adopt rules and
12 regulations necessary to effectuate the provisions of this section, including
13 rules and regulations relating to the evidence required in support of a
14 school district's claim that the costs attributable to commencing operation
15 of one or more new school facilities are in excess of the amount that is
16 financed from any other source provided by law for such purpose.

17 (d) The board of any school district that has levied an ad valorem tax
18 on the taxable tangible property of the school district each year for a
19 period of two years under authority of subsection (b) may continue to levy
20 such tax under authority of this subsection each year for an additional
21 period of time not to exceed six years in an amount not to exceed the
22 amount computed by the state board of education as provided in this
23 subsection if the board of education of the school district determines that
24 the costs attributable to commencing operation of one or more new school
25 facilities are significantly greater than the costs attributable to the
26 operation of other school facilities in the school district. The tax authorized
27 under this subsection may be levied at a rate which will produce an
28 amount that is not greater than the amount computed by the state board of
29 education as provided in this subsection. In computing such amount, the
30 state board shall:

31 (1) Determine the amount produced by the tax levied by the school
32 district under authority of subsection (b) in the second year for which such
33 tax was levied;

34 (2) compute 90% of the amount of the sum obtained under subsection
35 (d)(1), which computed amount is the amount the school district may levy
36 in the first year of the six-year period for which the school district may
37 levy a tax under authority of this subsection;

38 (3) compute 75% of the amount of the sum obtained under subsection
39 (d)(1), which computed amount is the amount the school district may levy
40 in the second year of the six-year period for which the school district may
41 levy a tax under authority of this subsection;

42 (4) compute 60% of the amount of the sum obtained under subsection
43 (d)(1), which computed amount is the amount the school district may levy

1 in the third year of the six-year period for which the school district may
2 levy a tax under authority of this subsection;

3 (5) compute 45% of the amount of the sum obtained under subsection
4 (d)(1), which computed amount is the amount the school district may levy
5 in the fourth year of the six-year period for which the school district may
6 levy a tax under authority of this subsection;

7 (6) compute 30% of the amount of the sum obtained under subsection
8 (d)(1), which computed amount is the amount the school district may levy
9 in the fifth year of the six-year period for which the school district may
10 levy a tax under authority of this subsection; and

11 (7) compute 15% of the amount of the sum obtained under subsection
12 (d)(1), which computed amount is the amount the school district may levy
13 in the sixth year of the six-year period for which the school district may
14 levy a tax under authority of this subsection.

15 (e) The proceeds from any tax levied by a school district under
16 authority of this section shall be remitted to the state treasurer in
17 accordance with the provisions of K.S.A. 75-4215, and amendments
18 thereto. Upon receipt of each such remittance, the state treasurer shall
19 deposit the entire amount in the state treasury and shall credit the same to
20 the state school finance fund. All moneys remitted to the state treasurer
21 pursuant to this subsection shall be used for paying a portion of the costs
22 of operating and maintaining public schools in partial fulfillment of the
23 constitutional obligation of the legislature to finance the educational
24 interests of the state.

25 (f) The provisions of this section shall be effective from and after July
26 1, 2015, through June 30, ~~2017~~ 2019.

27 Sec. 38. K.S.A. 2016 Supp. 72-6475 is hereby amended to read as
28 follows: 72-6475. (a) The board of education of any school district to
29 which the provisions of this subsection apply may levy a tax on the taxable
30 tangible property within the school district for school years 2015-2016
31 ~~and~~, 2016-2017, 2017-2018 and 2018-2019 in an amount not to exceed the
32 amount authorized for school year 2014-2015 pursuant to K.S.A. 2014
33 Supp. 72-6449, prior to its repeal, for the purpose set forth in K.S.A. 2014
34 Supp. 72-6449, prior to its repeal. The provisions of this subsection apply
35 to any school district that imposed a levy pursuant to K.S.A. 2014 Supp.
36 72-6449, prior to its repeal, for school year 2014-2015.

37 (b) The board of education of any school district which would have
38 been eligible to levy an ad valorem tax pursuant to K.S.A. 2014 Supp. 72-
39 6449, prior to its repeal, for school ~~year~~ years 2015-2016-~~or~~, 2016-2017,
40 2017-2018 or 2018-2019, may levy a tax on the taxable tangible property
41 within the school district for the purpose of financing the costs incurred by
42 the school district that are attributable directly to the cost of paying cost-
43 of-living salaries and wages in an amount not to exceed the amount such

1 school district would have been authorized to levy under K.S.A. 2014
2 Supp. 72-6449, prior to its repeal.

3 (c) No tax may be levied under this section unless the board of
4 education adopts a resolution authorizing such a tax levy and publishes the
5 resolution at least once in a newspaper having general circulation in the
6 school district. The resolution shall be published in substantial compliance
7 with the following form:

8 Unified School District No. _____,
9 _____ County, Kansas.

10 RESOLUTION

11 Be It Resolved that:

12 The board of education of the above-named school district shall be
13 authorized to levy an ad valorem tax in an amount not to exceed the
14 amount necessary to finance the costs attributable directly to the cost of
15 paying cost-of-living salaries and wages. The ad valorem tax authorized by
16 this resolution may be levied unless a petition in opposition to the same,
17 signed by not less than 5% of the qualified electors of the school district, is
18 filed with the county election officer of the home county of the school
19 district within 30 days after the publication of this resolution. If a petition
20 is filed, the county election officer shall submit the question of whether the
21 levy of such a tax shall be authorized in accordance with the provisions of
22 this resolution to the electors of the school district at the next general
23 election of the school district, as is specified by the board of education of
24 the school district.

25 CERTIFICATE

26 This is to certify that the above resolution was duly adopted by the
27 board of education of Unified School District No. _____,
28 _____ County, Kansas, on the ____ day of _____, (year) ____.

29 _____
30 Clerk of the board of education.

31 All of the blanks in the resolution shall be filled. If no petition as
32 specified above is filed in accordance with the provisions of the resolution,
33 the resolution authorizing the ad valorem tax levy shall become effective.
34 If a petition is filed as provided in the resolution, the board may notify the
35 county election officer to submit the question of whether such tax levy
36 shall be authorized. If the board fails to notify the county election officer
37 within 30 days after a petition is filed, the resolution shall be deemed
38 abandoned and of no force and effect and no like resolution shall be
39 adopted by the board within the nine months following publication of the
40 resolution. If a majority of the votes cast in an election conducted pursuant
41 to this provision are in favor of the resolution, such resolution shall be
42 effective on the date of such election. If a majority of the votes cast are not
43 in favor of the resolution, the resolution shall be deemed of no effect and

1 no like resolution shall be adopted by the board within the nine months
2 following such election.

3 (d) The proceeds from any tax levied by a school district under
4 authority of this section shall be remitted to the state treasurer in
5 accordance with the provisions of K.S.A. 75-4215, and amendments
6 thereto. Upon receipt of each such remittance, the state treasurer shall
7 deposit the entire amount in the state treasury and shall credit the same to
8 the state school finance fund. All moneys remitted to the state treasurer
9 pursuant to this subsection shall be used for paying a portion of the costs
10 of operating and maintaining public schools in partial fulfillment of the
11 constitutional obligation of the legislature to finance the educational
12 interests of the state.

13 (e) The provisions of this section shall be effective from and after
14 July 1, 2015, through June 30, ~~2017~~ 2019.

15 Sec. 39. K.S.A. 2016 Supp. 72-6476 is hereby amended to read as
16 follows: 72-6476. (a) Each school district may submit an application to the
17 state board of education for approval of extraordinary need state aid. Such
18 application shall be submitted in such form and manner as prescribed by
19 the state board, and shall include a description of the extraordinary need of
20 the school district that is the basis for the application.

21 (b) The state board shall review all submitted applications and
22 approve or deny such application based on whether the applicant school
23 district has demonstrated extraordinary need. As part of its review of an
24 application, the state board may conduct a hearing and provide the
25 applicant school district an opportunity to present testimony as to such
26 school district's extraordinary need. In determining whether a school
27 district has demonstrated extraordinary need, the state board shall
28 consider: (1) Any extraordinary increase in enrollment of the applicant
29 school district for the current school year; (2) any extraordinary decrease
30 in the assessed valuation of the applicant school district for the current
31 school year; (3) any other unforeseen acts or circumstances which
32 substantially impact the applicant school district's general fund budget for
33 the current school year; and (4) in lieu of any of the foregoing
34 considerations, whether the applicant school district has reasonably equal
35 access to substantially similar educational opportunity through similar tax
36 effort.

37 (c) If the state board approves an application it shall determine the
38 amount of extraordinary need state aid to be disbursed to the applicant
39 school district from the school district extraordinary need fund. In
40 approving any application for extraordinary need state aid, the state board
41 may approve an amount of extraordinary need state aid that is less than the
42 amount the school district requested in the application. If the state board
43 denies an application, then within 15 days of such denial the state board

1 shall send written notice of such denial to the superintendent of such
2 school district. All administrative proceedings pursuant to this section shall
3 be conducted in accordance with the provisions of the Kansas
4 administrative procedure act. Any action by the state board pursuant to this
5 section shall be subject to review in accordance with the Kansas judicial
6 review act.

7 (d) There is hereby established in the state treasury the school district
8 extraordinary need fund which shall be administered by the state
9 department of education. All expenditures from the school district
10 extraordinary need fund shall be used for the disbursement of
11 extraordinary need state aid as approved by the state board under this
12 section. All expenditures from the school district extraordinary need fund
13 shall be made in accordance with appropriation acts upon warrants of the
14 director of accounts and reports issued pursuant to vouchers approved by
15 the state board of education, or the designee of the state board of
16 education.

17 (e) The provisions of this section shall expire on June 30, ~~2017~~ 2019.

18 Sec. 40. K.S.A. 2016 Supp. 72-6477 is hereby amended to read as
19 follows: 72-6477. (a) Any fund established in a school district pursuant to
20 K.S.A. 72-6409, 72-6420 through 72-6424 or K.S.A. 2014 Supp. 72-6414a
21 or 72-6414b, and amendments thereto, prior to their repeal, shall continue
22 in existence in such school district, subject to the provisions of K.S.A.
23 2016 Supp. 72-6463 through 72-6481, and amendments thereto.

24 (b) The provisions of this section shall be effective from and after
25 July 1, 2015, through June 30, ~~2017~~ 2019.

26 Sec. 41. K.S.A. 2016 Supp. 72-6478 is hereby amended to read as
27 follows: 72-6478. (a) Except for the bond and interest fund, the board of
28 any school district may transfer moneys from the general fund to any other
29 fund of the school district in any school year. Except for the bond and
30 interest fund, special education fund and special retirement contributions
31 fund, the board of any school district may transfer moneys from any fund
32 of the school district to the general fund of the school district.

33 (b) The board of any school district may transfer moneys from any
34 other fund to the special education fund or special retirement contributions
35 fund of the school district, but no transfers shall be authorized from the
36 bond and interest fund, special education fund or special retirement
37 contributions fund. Moneys in the bond and interest fund, special
38 education fund and special retirement contributions fund shall only be
39 expended for such purposes as permitted by law.

40 ~~(c) The aggregate amount of money transferred pursuant to this~~
41 ~~section from the capital outlay fund of a school district to the general fund~~
42 ~~of the school district, or to any other fund of the school district for any~~
43 ~~school year shall not exceed the aggregate amount of money held in the~~

1 capital outlay fund that is not directly attributable to any tax levied under
2 the authority of K.S.A. 72-8801, and amendments thereto.

3 (d) The provisions of this section shall be effective from and after
4 July 1, 2015, through June 30, 2017 2019.

5 Sec. 42. K.S.A. 2016 Supp. 72-6479 is hereby amended to read as
6 follows: 72-6479. (a) In order to accomplish the mission for Kansas
7 education, the state board of education shall design and adopt a school
8 performance accreditation system based upon improvement in
9 performance that reflects high academic standards and is measurable.

10 (b) The state board shall establish curriculum standards which reflect
11 high academic standards for the core academic areas of mathematics,
12 science, reading, writing and social studies. The curriculum standards shall
13 be reviewed at least every seven years. Nothing in this subsection shall be
14 construed in any manner so as to impinge upon any district's authority to
15 determine its own curriculum.

16 (c) The state board shall provide for statewide assessments in the core
17 academic areas of mathematics, science, reading, writing and social
18 studies. The board shall ensure compatibility between the statewide
19 assessments and the curriculum standards established pursuant to
20 subsection (b). Such assessments shall be administered at three grade
21 levels, as determined by the board. The state board shall determine
22 performance levels on the statewide assessments, the achievement of
23 which represents high academic standards in the academic area at the
24 grade level to which the assessment applies. The state board should specify
25 high academic standards both for individual performance and school
26 performance on the assessments.

27 (d) Each school in every district shall establish a school site council
28 composed of the principal and representatives of teachers and other school
29 personnel, parents of pupils attending the school, the business community,
30 and other community groups. School site councils shall be responsible for
31 providing advice and counsel in evaluating state, school district, and
32 school site performance goals and objectives and in determining the
33 methods that should be employed at the school site to meet these goals and
34 objectives. Site councils may make recommendations and proposals to the
35 school board regarding budgetary items and school district matters,
36 including, but not limited to, identifying and implementing the best
37 practices for developing efficient and effective administrative and
38 management functions. Site councils also may help school boards analyze
39 the unique environment of schools, enhance the efficiency and maximize
40 limited resources, including outsourcing arrangements and cooperative
41 opportunities as a means to address limited budgets.

42 (e) Whenever the state board of education determines that a school
43 has failed either to meet the accreditation requirements established by

1 rules and regulations or standards adopted by the state board or provide the
2 curriculum required by state law, the state board shall so notify the school
3 district in which the school is located. Such notice shall specify the
4 accreditation requirements that the school has failed to meet and the
5 curriculum that the school has failed to provide. Upon receipt of such
6 notice, the board of education of such school district is encouraged to
7 reallocate the resources of the school district to remedy all deficiencies
8 identified by the state board. ~~When making such reallocation, the board of~~
9 ~~education shall take into consideration the resource strategies of highly~~
10 ~~resource-efficient districts as identified in phase III of the Kansas~~
11 ~~education resource management study conducted by Standard and Poor's~~
12 ~~(March 2006).~~

13 (f) The provisions of this section shall be effective from and after July
14 1, 2015, through June 30, ~~2017~~ 2019.

15 Sec. 43. K.S.A. 2016 Supp. 72-6480 is hereby amended to read as
16 follows: 72-6480. (a) The state board may adopt rules and regulations for
17 the administration of the provisions of the classroom learning assuring
18 student success act, K.S.A. 2016 Supp. 72-6463 et seq., and amendments
19 thereto.

20 (b) The provisions of this section shall be effective from and after
21 July 1, 2015, through June 30, ~~2017~~ 2019.

22 Sec. 44. K.S.A. 2016 Supp. 72-6481 is hereby amended to read as
23 follows: 72-6481. (a) The provisions of K.S.A. 2016 Supp. 72-6463
24 through 72-6481, and K.S.A. 2016 Supp. 72-6483 through 72-6485, and
25 amendments thereto, shall be severable. If any provision of K.S.A. 2016
26 Supp. 72-6463 through 72-6481, and K.S.A. 2016 Supp. 72-6483 through
27 72-6485, and amendments thereto, or any application of such provision to
28 any person or circumstance is held to be invalid or unconstitutional by
29 court order, the invalidity shall not affect other provisions or applications
30 of K.S.A. 2016 Supp. 72-6463 through 72-6481, and K.S.A. 2016 Supp.
31 72-6483 through 72-6485, and amendments thereto, which can be given
32 effect without the invalid provision or application.

33 (b) The provisions of this section shall be effective from and after
34 July 1, 2015, through June 30, ~~2017~~ 2019.

35 Sec. 45. K.S.A. 2016 Supp. 72-6482 is hereby amended to read as
36 follows: 72-6482. (a) The legislature hereby declares that the intent of this
37 act is to ensure that public school students receive a constitutionally
38 adequate education through a fair allocation of resources among the school
39 districts and that the distribution of these funds does not result in
40 unreasonable wealth-based disparities among districts. In particular, the
41 legislature: (1) Has been advised of the constitutional standard for equity
42 as set forth in the supreme court's ruling in *Gannon v. State*, Case No.
43 113,267, ___ Kan. ___, 2016 WL 540725 (Feb. 11, 2016), including

1 preceding school finance decisions; (2) endeavored to memorialize the
2 legislative evidence and deliberations conferees shared as the legislature
3 considered the best way to meet this constitutional standard; and (3)
4 arrived at the best solution to discharge its constitutional duty to make
5 suitable provision for finance of the educational interests of the state. To
6 this end, this legislation shall be liberally construed so as to make certain
7 that no funding for public schools will be enjoined.

8 (b) The legislature has been advised that funding disruptions and
9 uncertainty are counter-productive to public education and that the funding
10 certainty of the classroom learning assuring student success act is critical
11 to the effective operation of school districts. Furthermore, the evidence
12 before the legislature confirms that the total amount of school funding
13 meets or exceeds the supreme court's standard for adequacy. As a result,
14 the legislature believes that it has enacted legislation that both fairly meets
15 the equity requirements of article 6 of the constitution of the state of
16 Kansas and does not run afoul of the already adequate funding as
17 demonstrated by the excellent results of the public education system made
18 known to the legislature.

19 (c) The legislature hereby finds and declares the following:

20 (1) That, based on testimony from the state department of education
21 and other parties involved in the public education system, a hold harmless
22 fund is necessary in light of the fact that many school budgets are set
23 based upon the provisions of the classroom learning assuring student
24 success act;

25 (2) that the prior equalization formulas used for capital outlay state
26 aid and supplemental general state aid had no basis in educational policy,
27 and that it is preferable to apply a single equalization formula to both
28 categories of state aid;

29 (3) that this act fully complies with the supreme court's order, but that
30 there is an untenable risk the act may be found to be unconstitutional and,
31 as a result, all educational funding could be enjoined. The risk of
32 disrupting education in this regard is unacceptable to the legislature, and as
33 a result, the provisions of this act should be considered as severable; and

34 (4) that, based on testimony from the state department of education,
35 the state board of education may be able to more quickly respond to and
36 address concerns raised by the school districts, including, without
37 limitation, emergency needs or a demonstrated inability to have reasonably
38 equal access to substantially similar educational opportunities through
39 similar tax effort.

40 (d) *The provisions of this section shall expire on June 30, 2019.*

41 Sec. 46. K.S.A. 2016 Supp. 72-6483 is hereby amended to read as
42 follows: 72-6483. (a) For school ~~year~~ *years* 2016-2017, 2017-2018 and
43 2018-2019, each school district that has adopted a local option budget is

1 eligible to receive an amount of supplemental general state aid. A school
2 district's eligibility to receive supplemental general state aid shall be
3 determined by the state board as provided in this subsection. The state
4 board of education shall:

5 ~~(1) Determine the amount of the assessed valuation per pupil (AVPP)~~
6 ~~of each school district in the state and round such amount to the nearest~~
7 ~~\$1,000. The rounded amount is the AVPP of a school district for the~~
8 ~~purposes of this section;~~

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

10 ~~(3) prepare a schedule of dollar amounts using the amount of the~~
11 ~~median AVPP of all school districts as the point of beginning. The~~
12 ~~schedule of dollar amounts shall range upward in equal \$1,000 intervals~~
13 ~~from the point of beginning to and including an amount that is equal to the~~
14 ~~amount of the AVPP of the school district with the highest AVPP of all~~
15 ~~school districts and shall range downward in equal \$1,000 intervals from~~
16 ~~the point of beginning to and including an amount that is equal to the~~
17 ~~amount of the AVPP of the school district with the lowest AVPP of all~~
18 ~~school districts;~~

19 ~~(4) determine a state aid percentage factor for each school district by~~
20 ~~assigning a state aid computation percentage to the amount of the median~~
21 ~~AVPP shown on the schedule, decreasing the state aid computation~~
22 ~~percentage assigned to the amount of the median AVPP by one percentage~~
23 ~~point for each \$1,000 interval above the amount of the median AVPP, and~~
24 ~~increasing the state aid computation percentage assigned to the amount of~~
25 ~~the median AVPP by one percentage point for each \$1,000 interval below~~
26 ~~the amount of the median AVPP. The state aid percentage factor of a~~
27 ~~school district is the percentage assigned to the schedule amount that is~~
28 ~~equal to the amount of the AVPP of the school district, except that the state~~
29 ~~aid percentage factor of a school district shall not exceed 100%. The state~~
30 ~~aid computation percentage is 25%;~~

31 ~~(5) determine the amount of the local option budget adopted by each~~
32 ~~school district pursuant to K.S.A. 2016 Supp. 72-6471, and amendments~~
33 ~~thereto; and~~

34 ~~(6) multiply the amount computed under subsection (a)(5) by the~~
35 ~~applicable state aid percentage factor. The resulting product is the amount~~
36 ~~of payment the school district is to receive as supplemental general state~~
37 ~~aid in the school year.~~

38 *(1) Determine the amount of the assessed valuation per pupil in the*
39 *preceding school year of each district in the state;*

40 *(2) rank the districts from low to high on the basis of the amounts of*
41 *assessed valuation per pupil determined under subsection (a)(1);*

42 *(3) identify the amount of the assessed valuation per pupil located at*
43 *the 81.2 percentile of the amounts ranked under subsection (a)(2);*

1 (4) divide the assessed valuation per pupil of the district in the
2 preceding school year by the amount identified under subsection (a)(3);
3 and

4 (5) if the quotient obtained under subsection (a)(4) is less than one,
5 subtract the quotient obtained under subsection (a)(4) from one, and
6 multiply such difference by the amount of the local option budget of the
7 school district. The resulting product is the supplemental general state aid
8 the school district is entitled to receive for the school year. If the quotient
9 obtained under subsection (a)(4) equals or exceeds one, the school district
10 shall not be entitled to receive supplemental general state aid.

11 (b) The state board shall prescribe the dates upon which the
12 distribution of payments of supplemental general state aid to school
13 districts shall be due. Payments of supplemental general state aid shall be
14 distributed to school districts on the dates prescribed by the state board.
15 The state board shall certify to the director of accounts and reports the
16 amount due each school district, and the director of accounts and reports
17 shall draw a warrant on the state treasury payable to the treasurer of the
18 school district. Upon receipt of the warrant, the treasurer of the school
19 district shall credit the amount thereof to the supplemental general fund of
20 the school district to be used for the purposes of such fund.

21 (c) If any amount of supplemental general state aid that is due to be
22 paid during the month of June of a school year pursuant to the other
23 provisions of this section is not paid on or before June 30 of such school
24 year, then such payment shall be paid on or after the ensuing July 1, as
25 soon as moneys are available therefor. Any payment of supplemental
26 general state aid that is due to be paid during the month of June of a school
27 year and that is paid to school districts on or after the ensuing July 1 shall
28 be recorded and accounted for by school districts as a receipt for the
29 school year ending on the preceding June 30.

30 (d) If the amount of appropriations for supplemental general state aid
31 is less than the amount each school district is to receive for the school year,
32 the state board shall prorate the amount appropriated among the school
33 districts in proportion to the amount each school district is to receive as
34 determined under subsection (a).

35 (e) The provisions of this section shall be part of and supplemental to
36 the classroom learning assuring student success act.

37 (f) The provisions of this section shall expire on June 30, ~~2017~~ 2019.

38 Sec. 47. K.S.A. 2016 Supp. 72-6484 is hereby amended to read as
39 follows: 72-6484. (a) There is hereby established in the state treasury the
40 school district capital outlay state aid fund. Such fund shall consist of all
41 amounts transferred thereto under the provisions of subsection (c).

42 (b) For school year 2016-2017, each school district which levies a tax
43 pursuant to K.S.A. 72-8801 et seq., and amendments thereto, shall receive

1 payment from the school district capital outlay state aid fund in an amount
2 determined by the state board of education as provided in this subsection.
3 The state board of education shall:

4 (1) Determine the amount of the assessed valuation per pupil (AVPP)
5 of each school district in the state and round such amount to the nearest
6 \$1,000. The rounded amount is the AVPP of a school district for the
7 purposes of this section;

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

9 (3) prepare a schedule of dollar amounts using the amount of the
10 median AVPP of all school districts as the point of beginning. The
11 schedule of dollar amounts shall range upward in equal \$1,000 intervals
12 from 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 highest AVPP of all
14 school districts and shall range downward in equal \$1,000 intervals from
15 the point of beginning to and including an amount that is equal to the
16 amount of the AVPP of the school district with the lowest AVPP of all
17 school districts;

18 (4) determine a state aid percentage factor for each school district by
19 assigning a state aid computation percentage to the amount of the median
20 AVPP shown on the schedule, decreasing the state aid computation
21 percentage assigned to the amount of the median AVPP by one percentage
22 point for each \$1,000 interval above the amount of the median AVPP, and
23 increasing the state aid computation percentage assigned to the amount of
24 the median AVPP by one percentage point for each \$1,000 interval below
25 the amount of the median AVPP. The state aid percentage factor of a
26 school district is the percentage assigned to the schedule amount that is
27 equal to the amount of the AVPP of the school district, except that the state
28 aid percentage factor of a school district shall not exceed 100%. The state
29 aid computation percentage is 25%;

30 (5) determine the amount levied by each school district pursuant to
31 K.S.A. 72-8801 et seq., and amendments thereto; and

32 (6) multiply the amount computed under subsection (b)(5), but not to
33 exceed 8 mills, by the applicable state aid percentage factor. The resulting
34 product is the amount of payment the school district is to receive from the
35 school district capital outlay state aid fund in the school year.

36 (c) The state board shall certify to the director of accounts and reports
37 the amount of school district capital outlay state aid determined under the
38 provisions of subsection (b), and an amount equal thereto shall be
39 transferred by the director from the state general fund to the school district
40 capital outlay state aid fund for distribution to school districts. All transfers
41 made in accordance with the provisions of this subsection shall be
42 considered to be demand transfers from the state general fund.

43 (d) Payments from the school district capital outlay state aid fund

1 shall be distributed to school districts at times determined by the state
2 board of education. The state board of education shall certify to the
3 director of accounts and reports the amount due each school district, and
4 the director of accounts and reports shall draw a warrant on the state
5 treasury payable to the treasurer of the school district. Upon receipt of the
6 warrant, the treasurer of the school district shall credit the amount thereof
7 to the capital outlay fund of the school district to be used for the purposes
8 of such fund.

9 (e) The provisions of this section shall be part of and supplemental to
10 the classroom learning assuring student success act.

11 (f) The provisions of this section shall expire on June 30, ~~2017~~ 2019.

12 Sec. 48. From and after July 1, 2018, K.S.A. 2016 Supp. 72-64b01 is
13 hereby amended to read as follows: 72-64b01. (a) No school district shall
14 expend, use or transfer any moneys from the general fund of the district
15 for the purpose of engaging in or supporting in any manner any litigation
16 by the school district or any person, association, corporation or other entity
17 against the state of Kansas, the state board of education, the state
18 department of education, other state agency or any state officer or
19 employee regarding any law concerning school finance. No such moneys
20 shall be paid, donated or otherwise provided to any person, association,
21 corporation or other entity and used for the purpose of any such litigation.

22 (b) Nothing in this section shall be construed as prohibiting the
23 expenditure, use or transfer of moneys from the proceeds of any tax levied
24 by a school district pursuant to K.S.A. 2016 Supp. 72-6472, *sections 11 or*
25 *12*, and amendments thereto, for the purposes specified in subsection (a).

26 Sec. 49. From and after July 1, 2018, K.S.A. 2016 Supp. 72-64c03 is
27 hereby amended to read as follows: 72-64c03. The appropriation of
28 moneys necessary to pay general state aid and supplemental general state
29 aid under the classroom learning assuring student success act, K.S.A. 2016
30 Supp. 72-6463 et seq., *and amendments thereto, or under the classroom-*
31 *based funding act, section 1 et seq.*, and amendments thereto, and state aid
32 for the provision of special education and related services under the special
33 education for exceptional children act shall be given first priority in the
34 legislative budgeting process and shall be paid first from existing state
35 revenues.

36 Sec. 50. From and after July 1, 2018, K.S.A. 2016 Supp. 72-64c05 is
37 hereby amended to read as follows: 72-64c05. Article 6 of the constitution
38 of the state of Kansas states that the legislature shall provide for
39 intellectual, educational, vocational and scientific improvement by
40 establishing and maintaining public schools; provide for a state board of
41 education having general supervision of public schools, educational
42 institutions and the educational interests of the state, except those
43 delegated by law to the state board of regents; and make suitable provision

1 for finance of the educational interests of the state. It is the purpose and
2 intention of the legislature to provide a financing system for the education
3 of kindergarten and grades one through 12 which provides students with
4 the capacities set forth in K.S.A. 2016 Supp. 72-1127, and amendments
5 thereto. Such financing system shall be sufficiently flexible for the
6 legislature to consider and utilize financing methods from all available
7 resources in order to satisfy the constitutional requirements under article 6.
8 Such financing methods shall include, but are not limited to, the following:

9 (a) Federal funding to unified school districts or public schools,
10 including any grants or federal assistance;

11 (b) subject to appropriations by the legislature, appropriations of state
12 moneys for the improvement of public education, including, but not
13 limited to, the following:

14 (1) Financing to unified school districts through the classroom
15 learning assuring student success act, K.S.A. 2016 Supp. 72-6463 et seq.,
16 *and amendments thereto, or the classroom-based funding act, section 1 et*
17 *seq.*, and amendments thereto;

18 (2) financing to unified school districts through any provisions which
19 provide state aid, such as capital improvements state aid, capital outlay
20 state aid and any other state aid paid, distributed or allocated to school
21 districts on the basis of the assessed valuation of school districts;

22 (3) employer contributions to the Kansas public employees retirement
23 system for public schools;

24 (4) appropriations to the Kansas children's cabinet for programs
25 serving students enrolled in unified school districts in meeting the goal
26 specified in K.S.A. 2016 Supp. 72-1127, and amendments thereto;

27 (5) appropriations to any programs which provide early learning to
28 four-year-old children with the purpose of preparing them for success in
29 public schools;

30 (6) appropriations to any programs, such as communities in schools,
31 which provide individualized support to students enrolled in unified school
32 districts in meeting the goal specified in K.S.A. 2016 Supp. 72-1127, and
33 amendments thereto;

34 (7) transportation financing, including any transfers from the state
35 general fund and state highway fund to the state department of education
36 to provide technical education transportation, special education
37 transportation or school bus safety;

38 (8) financing to other facilities providing public education to students,
39 such as the Kansas state school for the blind, the Kansas state school for
40 the deaf, school district juvenile detention facilities and the Flint Hills job
41 corps center;

42 (9) appropriations relating to the Kansas academy of mathematics and
43 science;

1 (10) appropriations relating to teaching excellence, such as
2 scholarships, awards, training or in-service workshops;

3 (11) appropriations to the state board of regents to provide technical
4 education incentives to unified school districts and tuition costs to
5 postsecondary institutions which provide career technical education to
6 secondary students; and

7 (12) appropriations to any postsecondary educational institution
8 which provides postsecondary education to a secondary student without
9 charging tuition to such student;

10 (c) any provision which authorizes the levying of local taxes for the
11 purpose of financing public schools; and

12 (d) any transfer of funds or appropriations from one object or fund to
13 another approved by the legislature for the purpose of financing public
14 schools.

15 Sec. 51. From and after July 1, 2018, K.S.A. 2016 Supp. 72-6624 is
16 hereby amended to read as follows: 72-6624. (a) As used in this section:

17 (1) "School district" means unified school district No. 404, unified
18 school district No. 493, unified school district No. 499 and unified school
19 district No. 508.

20 (2) "Property" means any property, and improvements thereon,
21 comprising a racetrack gaming facility or lottery gaming facility under the
22 Kansas expanded lottery act located in Cherokee county.

23 (3) "State aid" means general state aid, capital improvements state
24 aid, capital outlay state aid and any other state aid paid, distributed or
25 allocated to school districts under the classroom learning assuring student
26 success act, K.S.A. 2016 Supp. 72-6463 et seq., *and amendments thereto,*
27 *or the classroom-based funding act, section 1 et seq.,* and amendments
28 thereto, or other law, and any other state aid paid, distributed or allocated
29 to school districts on the basis of the assessed valuation of school districts.

30 (b) For the purposes of computing the assessed valuation of school
31 districts for the payment, distribution or allocation of state aid and the
32 levying of school taxes, $\frac{1}{4}$ of the assessed valuation of such property shall
33 be assigned to each of the school districts.

34 (c) The provisions of this section shall not apply if the property is not
35 or ceases to be used as a racetrack gaming facility or lottery gaming
36 facility under the Kansas expanded lottery act.

37 Sec. 52. From and after July 1, 2018, K.S.A. 2016 Supp. 72-6625 is
38 hereby amended to read as follows: 72-6625. (a) As used in this section:

39 (1) "School district" means unified school district No. 507 and
40 unified school district No. 374.

41 (2) "Property" means the following described property, and
42 improvements thereon, comprised of 1,120 acres, more or less, located in
43 Haskell county: All of Section 34, Township 29 South, Range 33 West and

1 the West $\frac{1}{2}$ of Section 3, Township 30 South, Range 33 West and the
2 Northeast Quarter of Section 3, Township 30 South, Range 33 West.

3 (3) "State aid" means general state aid, capital improvements state
4 aid, capital outlay state aid and any other state aid paid, distributed or
5 allocated to school districts under the classroom learning assuring student
6 success act, K.S.A. 2016 Supp. 72-6463 et seq., *and amendments thereto,*
7 *or the classroom-based funding act, section 1 et seq.,* and amendments
8 thereto, or other law, and any other state aid paid, distributed or allocated
9 to school districts on the basis of the assessed valuation of school districts.

10 (b) For the purposes of computing the assessed valuation of school
11 districts for the payment, distribution or allocation of state aid and the
12 levying of school taxes, $\frac{1}{2}$ of the assessed valuation of such property shall
13 be assigned to each of the school districts.

14 (c) The provisions of this section shall not apply if the property is not
15 or ceases to be used for the production of ethanol.

16 Sec. 53. From and after July 1, 2018, K.S.A. 2016 Supp. 72-6757 is
17 hereby amended to read as follows: 72-6757. (a) As used in this section:

18 (1) "Receiving school district" means a school district of
19 nonresidence of a pupil who attends school in such school district.

20 (2) "Sending school district" means a school district of residence of a
21 pupil who attends school in a school district not of the pupil's residence.

22 (b) The board of education of any school district may make and enter
23 into contracts with the board of education of any receiving school district
24 located in this state for the purpose of providing for the attendance of
25 pupils at school in the receiving school district.

26 (c) The board of education of any school district may make and enter
27 into contracts with the governing authority of any accredited school
28 district located in another state for the purpose of providing for the
29 attendance of pupils from this state at school in such other state or for the
30 attendance of pupils from such other state at school in this state.

31 (d) Pupils attending school in a receiving school district in
32 accordance with a contract authorized by this section and made and
33 entered into by such receiving school district with a sending school district
34 located in this state shall be counted as regularly enrolled in and attending
35 school in the sending school district for the purpose of computations under
36 the classroom learning assuring student success act, K.S.A. 2016 Supp. 72-
37 6463 et seq., *and amendments thereto, or the classroom-based funding act,*
38 *section 1 et seq.,* and amendments thereto.

39 (e) Any contract made and entered into under authority of this section
40 is subject to the following conditions:

41 (1) The contract shall be for the benefit of pupils who reside at
42 inconvenient or unreasonable distances from the schools maintained by the
43 sending school district or for pupils who, for any other reason deemed

1 sufficient by the board of education of the sending school district, should
2 attend school in a receiving school district;

3 (2) the contract shall make provision for the payment of tuition by the
4 sending school district to the receiving school district;

5 (3) if a sending school district is located in this state and the receiving
6 school district is located in another state, the amount of tuition provided to
7 be paid for the attendance of a pupil or pupils at school in the receiving
8 school district shall not exceed $\frac{1}{2}$ of the amount of the budget per pupil of
9 the sending school district under the classroom learning assuring student
10 success act, K.S.A. 2016 Supp. 72-6463 et seq., *and amendments thereto,*
11 *or the classroom-based funding act, section 1 et seq.,* and amendments
12 thereto, *whichever is applicable* for the current school year; and

13 (4) the contract shall make provision for transportation of pupils to
14 and from the school attended on every school day.

15 (f) Amounts received pursuant to contracts made and entered into
16 under authority of this section by a school district located in this state for
17 enrollment and attendance of pupils at school in regular educational
18 programs shall be deposited in the general fund of the school district.

19 (g) The provisions of subsection (e)(3) do not apply to unified school
20 district No. 104, Jewell county.

21 (h) The provisions of this section do not apply to contracts made and
22 entered into under authority of the special education for exceptional
23 children act.

24 (i) The provisions of this section are deemed to be alternative to the
25 provisions of K.S.A. 72-8233, and amendments thereto, and no procedure
26 or authorization under K.S.A. 72-8233, and amendments thereto, shall be
27 limited by the provisions of this section.

28 Sec. 54. From and after July 1, 2018, K.S.A. 2016 Supp. 72-67,115 is
29 hereby amended to read as follows: 72-67,115. (a) The board of education
30 of any school district may:

31 (1) Offer and teach courses and conduct preschool programs for
32 children under the age of eligibility to attend kindergarten.

33 (2) Enter into cooperative or interlocal agreements with one or more
34 other boards for the establishment, operation and maintenance of such
35 preschool programs.

36 (3) Contract with private, nonprofit corporations or associations or
37 with any public or private agency or institution, whether located within or
38 outside the state, for the establishment, operation and maintenance of such
39 preschool programs.

40 (4) Prescribe and collect fees for providing such preschool programs.

41 (b) Fees for providing preschool programs shall be prescribed and
42 collected only to recover the costs incurred as a result of and directly
43 attributable to the establishment, operation and maintenance of the

1 preschool programs. Revenues from fees collected by a board under this
2 section shall be deposited in the general fund of the school district and
3 shall be considered reimbursements to the district for the purpose of the
4 classroom learning assuring student success act, K.S.A. 2016 Supp. 72-
5 6463 et seq., *and amendments thereto, or the classroom-based funding act,*
6 *section 1 et seq.*, and amendments thereto, and may be expended whether
7 the same have been budgeted or not and amounts so expended shall not be
8 considered operating expenses.

9 Sec. 55. From and after July 1, 2018, K.S.A. 2016 Supp. 72-7535 is
10 hereby amended to read as follows: 72-7535. (a) In order to equip students
11 with the knowledge and skills needed to become self-supporting and to
12 enable students to make critical decisions regarding personal finances, the
13 state board of education shall authorize and assist in the implementation of
14 programs on teaching personal financial literacy.

15 (b) The state board of education shall develop a curriculum, materials
16 and guidelines that local boards of education and governing authorities of
17 accredited nonpublic schools may use in implementing the program of
18 instruction on personal financial literacy. The state board of education
19 shall adopt a glossary of personal financial literacy terms which shall be
20 used by school districts when implementing the program on personal
21 financial literacy.

22 (c) The state board of education shall develop state curriculum
23 standards for personal financial literacy, for all grade levels, within the
24 existing mathematics curriculum or another appropriate subject-matter
25 curriculum.

26 (d) The state board of education shall encourage school districts when
27 selecting textbooks for mathematics, economics, family and consumer
28 science, accounting or other appropriate courses, to select those textbooks
29 which contain substantive provisions on personal finance, including
30 personal budgeting, credit, debt management and other topics concerning
31 personal financial literacy.

32 (e) The state board of education shall include questions relating to
33 personal financial literacy in the statewide assessments for mathematics or
34 social studies required under K.S.A. 2016 Supp. 72-6479 *or section 14,*
35 *and amendments thereto.* When the statewide assessments for mathematics
36 or social studies are reviewed or rewritten, the state board of education
37 shall examine the questions relating to personal financial literacy and
38 rewrite such questions in order to determine if programs on personal
39 financial literacy are equipping students with the knowledge and skills
40 needed to become self-supporting and enabling students to make critical
41 decisions regarding personal finances.

42 Sec. 56. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8187 is
43 hereby amended to read as follows: 72-8187. (a) In each school year, to the

1 extent that appropriations are available, each school district which has
2 provided educational services for pupils residing at the Flint Hills job
3 corps center, for pupils housed at a psychiatric residential treatment facility
4 or for pupils confined in a juvenile detention facility is eligible to receive a
5 grant of state moneys in an amount to be determined by the state board of
6 education.

7 (b) In order to be eligible for a grant of state moneys provided for by
8 this section, each school district which has provided educational services
9 for pupils residing at the Flint Hills job corps center, for pupils housed at a
10 psychiatric residential treatment facility or for pupils confined in a juvenile
11 detention facility shall submit to the state board of education an
12 application for a grant and shall certify the amount expended, and not
13 reimbursed or otherwise financed, in the school year for the services
14 provided. The application and certification shall be prepared in such form
15 and manner as the state board shall require and shall be submitted at a time
16 to be determined and specified by the state board. Approval by the state
17 board of applications for grants of state moneys is prerequisite to the
18 award of grants.

19 (c) Each school district which is awarded a grant under this section
20 shall make such periodic and special reports of statistical and financial
21 information to the state board as it may request.

22 (d) All moneys received by a school district under authority of this
23 section shall be deposited in the general fund of the school district and
24 shall be considered reimbursement of the district for the purpose of the
25 classroom learning assuring student success act, K.S.A. 2016 Supp. 72-
26 6463 et seq., *and amendments thereto, or the classroom-based funding act,*
27 *section 1 et seq., and amendments thereto.*

28 (e) The state board of education shall approve applications of school
29 districts for grants, determine the amount of grants and be responsible for
30 payment of grants to school districts. In determining the amount of a grant
31 which a school district is eligible to receive, the state board shall compute
32 the amount of state financial aid the district would have received on the
33 basis of enrollment of pupils residing at the Flint Hills job corps center,
34 housed at a psychiatric residential treatment facility or confined in a
35 juvenile detention facility if such pupils had been counted as two pupils
36 under the school district finance and quality performance act and compare
37 such computed amount to the amount certified by the district under
38 subsection (b). The amount of the grant the district is eligible to receive
39 shall be an amount equal to the lesser of the amount computed under this
40 subsection or the amount certified under subsection (b). If the amount of
41 appropriations for the payment of grants under this section is insufficient
42 to pay in full the amount each school district is determined to be eligible to
43 receive for the school year, the state board shall prorate the amount

1 appropriated among all school districts which are eligible to receive grants
2 of state moneys in proportion to the amount each school district is
3 determined to be eligible to receive.

4 (f) On or before July 1 of each year, the secretary for aging and
5 disability services shall submit to the Kansas department of education a list
6 of facilities which have been certified and licensed as psychiatric
7 residential treatment facilities.

8 (g) As used in this section:

9 (1) "Enrollment" means the number of pupils who are: (A) Residing
10 at the Flint Hills job corps center, confined in a juvenile detention facility
11 or residing at a psychiatric residential treatment facility; and (B) for whom
12 a school district is providing educational services on September 20, on
13 November 20, or on April 20 of a school year, whichever is the greatest
14 number of pupils;

15 (2) "juvenile detention facility" means any public or private facility
16 which is used for the lawful custody of accused or adjudicated juvenile
17 offenders and which shall not be a jail; and

18 (3) "psychiatric residential treatment facility" means a facility which
19 provides psychiatric services to individuals under the age of 21 and which
20 conforms with the regulations of the centers for medicare/medicaid
21 services, is licensed and certified by the Kansas department for aging and
22 disability services pursuant to subsection (f).

23 Sec. 57. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8230 is
24 hereby amended to read as follows: 72-8230. (a) In the event the boards of
25 education of any two or more school districts enter into a school district
26 interlocal cooperation agreement for the purpose of jointly and
27 cooperatively performing any of the services, duties, functions, activities,
28 obligations or responsibilities which are authorized or required by law to
29 be performed by school districts of this state, the following conditions
30 shall apply:

31 (1) A school district interlocal cooperation agreement shall establish a
32 board of directors which shall be responsible for administering the joint or
33 cooperative undertaking. The agreement shall specify the organization and
34 composition of and manner of appointment to the board of directors. Only
35 members of boards of education of school districts party to the agreement
36 shall be eligible for membership on the board of directors. The terms of
37 office of members of the board of directors shall expire concurrently with
38 their terms as board of education members. Vacancies in the membership
39 of the board of directors shall be filled within 30 days from the date of the
40 vacancy in the manner specified in the agreement.

41 (2) A school district interlocal cooperation agreement may provide
42 for the establishment and composition of an executive board. The
43 members of the executive board, if established, shall be selected by the

1 board of directors from its membership. The executive board shall exercise
2 the powers, have the responsibilities, and perform the duties and functions
3 of the board of directors to the extent authority to do so is delegated by the
4 board of directors.

5 (3) A school district interlocal cooperation agreement shall be
6 effective only after approval by the state board of education.

7 (4) A school district interlocal cooperation agreement shall be subject
8 to change or termination by the legislature.

9 (5) The duration of a school district interlocal cooperation agreement
10 for joint or cooperative action in performing any of the services, duties,
11 functions, activities, obligations or responsibilities, other than the
12 provision of special education services, which are authorized or required
13 by law to be performed by school districts of this state, shall be for a term
14 of at least three years but not exceeding five years.

15 (6) (A) The duration of a school district interlocal cooperation
16 agreement for joint or cooperative action in providing special education
17 services shall be perpetual unless the agreement is partially or completely
18 terminated in accordance with this provision. This provision applies to
19 every school district interlocal cooperation agreement for the provision of
20 special education services entered into under authority of this section after
21 the effective date of this act and to every such agreement entered into
22 under this section prior to the effective date of this act, and extant on the
23 effective date of this act, regardless of any provisions in such an agreement
24 to the contrary.

25 (B) Partial termination of a school district interlocal cooperation
26 agreement for the provision of special education services made and
27 entered into by the boards of three or more school districts may be
28 accomplished only upon petition for withdrawal from the agreement by a
29 contracting school district to the other contracting school districts and
30 approval by the state board of written consent to the petition by such other
31 school districts or upon order of the state board after appeal to it by a
32 school district from denial of consent to a petition for withdrawal and
33 hearing thereon conducted by the state board. The state board shall
34 consider all the testimony and evidence brought forth at the hearing and
35 issue an order approving or disapproving withdrawal by the school district
36 from the agreement.

37 (C) Complete termination of a school district interlocal cooperation
38 agreement for the provision of special education services made and
39 entered into by the boards of two school districts may be accomplished
40 upon approval by the state board of a joint petition made to the state board
41 for termination of the agreement by both of the contracting school districts
42 after adoption of a resolution to that effect by each of the contracting
43 school districts or upon petition for withdrawal from the agreement made

1 by a contracting school district to the other contracting school district and
2 approval by the state board of written consent to the petition by such other
3 school district or upon order of the state board after appeal to it by a school
4 district from denial of consent to a petition for withdrawal and hearing
5 thereon conducted by the state board. The state board shall consider all the
6 testimony and evidence brought forth at the hearing and issue an order
7 approving or disapproving withdrawal by the school district from the
8 agreement.

9 (D) Complete termination of a school district interlocal cooperation
10 agreement for the provision of special education services made and
11 entered into by the boards of three or more school districts may be
12 accomplished only upon approval by the state board of a joint petition
13 made to the state board for termination of the agreement by not less than
14 $\frac{2}{3}$ of the contracting school districts after adoption of a resolution to that
15 effect by each of the contracting school districts seeking termination of the
16 agreement. The state board shall consider the petition and approve or
17 disapprove termination of the agreement.

18 (E) The state board shall take such action in approving or
19 disapproving the complete or partial termination of a school district
20 interlocal cooperation agreement for the provision of special education
21 services as the state board deems to be in the best interests of the involved
22 school districts and of the state as a whole in the provision of special
23 education services for exceptional children. Whenever the state board has
24 disapproved the complete or partial termination of such an agreement, no
25 further action with respect to such agreement shall be considered or taken
26 by the state board for a period of not less than three years.

27 (7) A school district interlocal cooperation agreement shall specify
28 the method or methods to be employed for disposing of property upon
29 partial or complete termination.

30 (8) Within the limitations provided by law, a school district interlocal
31 cooperation agreement may be changed or modified by affirmative vote of
32 not less than $\frac{2}{3}$ of the contracting school districts.

33 (b) Except as otherwise specifically provided in this subsection, any
34 power or powers, privileges or authority exercised or capable of exercise
35 by any school district of this state, or by any board of education thereof,
36 may be jointly exercised pursuant to the provisions of a school district
37 interlocal cooperation agreement. No power or powers, privileges or
38 authority with respect to the levy and collection of taxes, the issuance of
39 bonds, or the purposes and provisions of the classroom learning assuring
40 student success act, K.S.A. 2016 Supp. 72-6463 et seq., *and amendments*
41 *thereto, or the classroom-based funding act, section 1 et seq.*, and
42 amendments thereto, or title I of public law 874 shall be created or
43 effectuated for joint exercise pursuant to the provisions of a school district

1 interlocal cooperation agreement.

2 (c) Payments from the general fund of each school district which
3 enters into any school district interlocal cooperation agreement for the
4 purpose of financing the joint or cooperative undertaking provided for by
5 the agreement shall be operating expenses.

6 (d) Upon partial termination of a school district interlocal cooperation
7 agreement, the board of directors established under a renegotiated
8 agreement thereof shall be the successor in every respect to the board of
9 directors established under the former agreement.

10 (e) Nothing contained in this section shall be construed to abrogate,
11 interfere with, impair, qualify or affect in any manner the exercise and
12 enjoyment of all of the powers, privileges and authority conferred upon
13 school districts and boards of education thereof by the provisions of the
14 interlocal cooperation act, except that boards of education and school
15 districts are required to comply with the provisions of this section when
16 entering into an interlocal cooperation agreement that meets the definition
17 of school district interlocal cooperation agreement.

18 (f) As used in this section:

19 (1) "School district interlocal cooperation agreement" means an
20 agreement which is entered into by the boards of education of two or more
21 school districts pursuant to the provisions of the interlocal cooperation act.

22 (2) "State board" means the state board of education.

23 Sec. 58. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8233 is
24 hereby amended to read as follows: 72-8233. (a) In accordance with the
25 provisions of this section, the boards of education of any two or more
26 unified school districts may make and enter into agreements providing for
27 the attendance of pupils residing in one school district at school in
28 kindergarten or any of the grades one through 12 maintained by any such
29 other school district. The boards of education may also provide by
30 agreement for the combination of enrollments for kindergarten or one or
31 more grades, courses or units of instruction.

32 (b) Prior to entering into any agreement under authority of this
33 section, the board of education shall adopt a resolution declaring that it has
34 made a determination that such an agreement should be made and that the
35 making and entering into of such an agreement would be in the best
36 interests of the educational system of the school district. Any such
37 agreement is subject to the following conditions:

38 (1) The agreement may be for any term not exceeding a term of five
39 years.

40 (2) The agreement shall be subject to change or termination by the
41 legislature.

42 (3) Within the limitations provided by law, the agreement may be
43 changed or terminated by mutual agreement of the participating boards of

1 education.

2 (4) The agreement shall make provision for transportation of pupils to
3 and from the school attended on every school day, for payment or sharing
4 of the costs and expenses of pupil attendance at school, and for the
5 authority and responsibility of the participating boards of education.

6 (c) Provision by agreements entered into under authority of this
7 section for the attendance of pupils at school in a school district of
8 nonresidence of such pupils shall be deemed to be compliance with the
9 kindergarten, grade, course and units of instruction requirements of law.

10 (d) The board of education of any school district which enters into an
11 agreement under authority of this section for the attendance of pupils at
12 school in another school district may discontinue kindergarten or any or all
13 of the grades, courses and units of instruction specified in the agreement
14 for attendance of pupils enrolled in kindergarten or any such grades,
15 courses and units of instruction at school in such other school district.
16 Upon discontinuing kindergarten or any grade, course or unit of instruction
17 under authority of this subsection, the board of education may close any
18 school building or buildings operated or used for attendance by pupils
19 enrolled in such discontinued kindergarten, grades, courses or units of
20 instruction. The closing of any school building under authority of this
21 subsection shall require a majority vote of the members of the board of
22 education and shall require no other procedure or approval.

23 (e) Pupils attending school in a school district of nonresidence of
24 such pupils in accordance with an agreement made and entered into under
25 authority of this section shall be counted as regularly enrolled in and
26 attending school in the school district of residence of such pupils for the
27 purpose of computations under the classroom learning assuring student
28 success act, K.S.A. 2016 Supp. 72-6463 et seq., *and amendments thereto,*
29 *or the classroom-based funding act, section 1 et seq.,* and amendments
30 thereto.

31 (f) Pupils who satisfactorily complete grade 12 while in attendance at
32 school in a school district of nonresidence of such pupils in accordance
33 with the provisions of an agreement entered into under authority of this
34 section shall be certified as having graduated from the school district of
35 residence of such pupils unless otherwise provided for by the agreement.

36 Sec. 59. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8236 is
37 hereby amended to read as follows: 72-8236. (a) The board of education of
38 any school district may: (1) Establish, operate and maintain a child care
39 facility; (2) enter into cooperative or interlocal agreements with one or
40 more other boards for the establishment, operation and maintenance of a
41 child care facility; (3) contract with private, nonprofit corporations or
42 associations or with any public or private agency or institution, whether
43 located within or outside the state, for the establishment, operation and

1 maintenance of a child care facility; and (4) prescribe and collect fees for
2 providing care at a child care facility.

3 (b) Fees for providing care at a child care facility established under
4 authority of this section shall be prescribed and collected only to recover
5 the costs incurred as a result of and directly attributable to the
6 establishment, operation and maintenance of the child care facility.
7 Revenues from fees collected by a board under this section shall be
8 deposited in the general fund of the school district and shall be considered
9 reimbursements to the district for the purpose of the classroom learning
10 assuring student success act, K.S.A. 2016 Supp. 72-6463 et seq., *and*
11 *amendments thereto, or the classroom-based funding act, section 1 et seq.*,
12 and amendments thereto, and may be expended whether the same have
13 been budgeted or not and amounts so expended shall not be considered
14 operating expenses.

15 (c) Every school district which establishes, operates and maintains a
16 child care facility shall be subject to the provisions contained in article 5 of
17 chapter 65 of Kansas Statutes Annotated, and amendments thereto.

18 (d) As used in this section, the term "child" means any child who is
19 three years of age or older, and any infant or toddler whose parent or
20 parents are pupils or employees of a school district which establishes,
21 operates and maintains, or cooperates in the establishment, operation and
22 maintenance of, a child care facility under authority of this act.

23 Sec. 60. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8251 is
24 hereby amended to read as follows: 72-8251. Whenever a school district is
25 required by law to make any payment during the month of June and there
26 is insufficient revenue to make such payment as a result of the payment of
27 state aid after the date prescribed by the state board of education pursuant
28 to K.S.A. 2016 Supp. 72-6466 *or section 5*, and amendments thereto, the
29 school district shall make such payment as soon as moneys are available.

30 Sec. 61. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8316 is
31 hereby amended to read as follows: 72-8316. (a) Any board of education,
32 pursuant to a policy developed and adopted by it, may provide for the use
33 of district-owned or leased school buses when such buses are not being
34 used for regularly required school purposes. The policy may provide for:

35 (1) (A) Transporting parents and other adults to or from school-
36 related functions or activities; (B) transporting pupils to or from functions
37 or activities sponsored by organizations, the membership of which is
38 principally composed of children of school age; and (C) transporting
39 persons engaged in field trips in connection with their participation in an
40 adult education program maintained by the transporting school district or
41 by any other school district, within or outside the boundaries of the
42 transporting school district; and

43 (2) contracting with: (A) The governing body of any township, city or

1 county for transportation of individuals, groups or organizations; (B) the
2 governing authority of any nonpublic school for transportation of pupils
3 attending such nonpublic school to or from interschool or intraschool
4 functions or activities; (C) the board of trustees of any community college
5 for transportation of students enrolled in such community college to or
6 from attendance at class at the community college or to and from functions
7 or activities of the community college; (D) a public recreation commission
8 established and operated under the laws of this state, for any purposes
9 related to the operation of the recreation commission and all programs and
10 services thereof; (E) the board of education of any other school district for
11 transportation, on a cooperative and shared-cost basis, of pupils, school
12 personnel, parents and other adults to or from school-related functions or
13 activities; or (F) a four-year college or university, area vocational school or
14 area vocational-technical school for transportation of students to or from
15 attendance at class at the four-year college or university, area vocational
16 school or area vocational-technical school or for transportation of students,
17 alumni and other members of the public to or from functions or activities
18 of the four-year college or university, area vocational school or area
19 vocational-technical school.

20 (b) Transportation fees may be charged by the board to offset, totally
21 or in part, the costs incurred for the use of school buses under authority of
22 this section.

23 (c) Any revenues received by a board of education as transportation
24 fees or under any contract entered into pursuant to this section shall be
25 deposited in the general fund of the school district and shall be considered
26 reimbursements to the school district for the purpose of the classroom
27 learning assuring student success act, K.S.A. 2016 Supp. 72-6463 et seq.,
28 *and amendments thereto, or the classroom-based funding act, section 1 et*
29 *seq.*, and amendments thereto. Such revenues may be expended whether
30 the same have been budgeted or not.

31 (d) The provisions of K.S.A. 8-1556(c), and amendments thereto,
32 apply to the use of school buses under authority of this section.

33 Sec. 62. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8415b is
34 hereby amended to read as follows: 72-8415b. (a) Any school district that
35 elects to become a self-insurer under the provisions of K.S.A. 72-8414,
36 and amendments thereto, may transfer moneys from its general fund to the
37 special reserve fund of the district as provided by K.S.A. 2016 Supp. 72-
38 6478 *or section 9*, and amendments thereto.

39 (b) Any community college that elects to become a self-insurer under
40 the provisions of K.S.A. 72-8414, and amendments thereto, may transfer
41 such amounts from its general fund to the health care services reserve fund
42 or the disability income benefits reserve fund, or the group life benefit
43 reserve fund, or all three, as may be deemed necessary to meet the cost of

1 health care services or disability income benefits, or group life insurance
2 claims, whichever is applicable.

3 Sec. 63. From and after July 1, 2018, K.S.A. 2016 Supp. 72-8804 is
4 hereby amended to read as follows: 72-8804. (a) Any moneys in the capital
5 outlay fund of any school district and any moneys received from issuance
6 of bonds under K.S.A. 72-8805 or 72-8810, and amendments thereto, may
7 be used for the purpose of the acquisition, construction, reconstruction,
8 repair, remodeling, additions to, furnishing, maintaining and equipping of
9 school district property and equipment necessary for school district
10 purposes, including: (1) Acquisition of computer software; (2) acquisition
11 of performance uniforms; (3) housing and boarding pupils enrolled in an
12 area vocational school operated under the board of education; (4)
13 architectural expenses; (5) acquisition of building sites; (6) undertaking
14 and maintenance of asbestos control projects; (7) acquisition of school
15 buses; and (8) acquisition of other fixed assets, ~~and, for school years 2015-~~
16 ~~2016 and 2016-2017, subject to the provisions of K.S.A. 2016 Supp. 72-~~
17 ~~6478, and amendments thereto, may be transferred to the general fund of~~
18 ~~the school district as approved by the board of education.~~

19 (b) The board of education of any school district is hereby authorized
20 to invest any portion of the capital outlay fund of the school district which
21 is not currently needed in investments authorized by K.S.A. 12-1675, and
22 amendments thereto, in the manner prescribed therein, or may invest the
23 same in direct obligations of the United States government maturing or
24 redeemable at par and accrued interest within three years from date of
25 purchase, the principal and interest whereof is guaranteed by the
26 government of the United States. All interest received on any such
27 investment shall upon receipt thereof be credited to the capital outlay fund.

28 Sec. 64. From and after July 1, 2018, K.S.A. 2016 Supp. 74-4939a is
29 hereby amended to read as follows: 74-4939a. On and after the effective
30 date of this act for each fiscal year commencing with fiscal year 2005,
31 notwithstanding the provisions of K.S.A. 74-4939, and amendments
32 thereto, or any other statute, all moneys appropriated for the department of
33 education from the state general fund commencing with fiscal year 2005,
34 and each ensuing fiscal year thereafter, by appropriation act of the
35 legislature, in the KPERS — employer contributions account and all
36 moneys appropriated for the department of education from the state
37 general fund or any special revenue fund for each fiscal year commencing
38 with fiscal year 2005, and each ensuing fiscal year thereafter, by any such
39 appropriation act in that account or any other account for payment of
40 employer contributions for school districts, shall be distributed by the
41 department of education to school districts in accordance with this section.
42 ~~Notwithstanding the provisions of K.S.A. 74-4939, and amendments~~
43 ~~thereto, for school year 2015-2016, the department of education shall~~

1 ~~disburse to each school district that is an eligible employer as specified in~~
2 ~~K.S.A. 74-4931(1), and amendments thereto, an amount in accordance~~
3 ~~with K.S.A. 2016 Supp. 72-6465(a)(6), and amendments thereto, which~~
4 ~~shall be disbursed pursuant to K.S.A. 2016 Supp. 72-6465, and~~
5 ~~amendments thereto.~~ Notwithstanding the provisions of K.S.A. 74-4939,
6 and amendments thereto, for school year ~~years~~ 2016-2017 and 2017-2018,
7 the department of education shall disburse to each school district that is an
8 eligible employer as specified in K.S.A. 74-4931(1), and amendments
9 thereto, an amount in accordance with K.S.A. 2016 Supp. 72-6465(b)(4),
10 and amendments thereto, which shall be disbursed pursuant to K.S.A.
11 2016 Supp. 72-6465, and amendments thereto. *Notwithstanding the*
12 *provisions of K.S.A. 74-4939, and amendments thereto, for school year*
13 *2018-2019 and each school year thereafter, the department of education*
14 *shall disburse to each school district that is an eligible employer as*
15 *specified in K.S.A. 74-4931(1), and amendments thereto, an amount either*
16 *in accordance with K.S.A. 2016 Supp. 72-6465(b)(4), and amendments*
17 *thereto, or as certified by the board of trustees of the Kansas public*
18 *employees retirement system that is equal to the participating employer's*
19 *obligation of such school district to the system in accordance with policies*
20 *and procedures which are hereby authorized and directed to be adopted by*
21 *the department of education for the purposes of this section and in*
22 *accordance with any requirements prescribed by the board of trustees of*
23 *the Kansas public employees retirement system, whichever is applicable to*
24 *such school district.* Upon receipt of each such disbursement of moneys,
25 the school district shall deposit the entire amount thereof into a special
26 retirement contributions fund of the school district, which shall be
27 established by the school district in accordance with such policies and
28 procedures and which shall be used for the sole purpose of receiving such
29 disbursements from the department of education and making the
30 remittances to the system in accordance with this section and such policies
31 and procedures. Upon receipt of each such disbursement of moneys from
32 the department of education, the school district shall remit, in accordance
33 with the provisions of such policies and procedures and in the manner and
34 on the date or dates prescribed by the board of trustees of the Kansas
35 public employees retirement system, an equal amount to the Kansas public
36 employees retirement system from the special retirement contributions
37 fund of the school district to satisfy such school district's obligation as a
38 participating employer. Notwithstanding the provisions of K.S.A. 74-4939,
39 and amendments thereto, each school district that is an eligible employer
40 as specified in K.S.A. 74-4931(1), and amendments thereto, shall show
41 within the budget of such school district all amounts received from
42 disbursements into the special retirement contributions fund of such school
43 district. Notwithstanding the provisions of any other statute, no official

1 action of the school board of such school district shall be required to
2 approve a remittance to the system in accordance with this section and
3 such policies and procedures. All remittances of moneys to the system by a
4 school district in accordance with this subsection and such policies and
5 procedures shall be deemed to be expenditures of the school district.

6 Sec. 65. From and after July 1, 2018, K.S.A. 2016 Supp. 74-8925 is
7 hereby amended to read as follows: 74-8925. (a) For the purposes of this
8 act, the term "taxing subdivision" shall include the county, the city, the
9 unified school district and any other taxing subdivision levying real
10 property taxes, the territory or jurisdiction of which includes any currently
11 existing or subsequently created redevelopment district. The term "real
12 property taxes" includes all taxes levied on an ad valorem basis upon land
13 and improvements thereon, other than the property tax levied pursuant to
14 the provisions of K.S.A. 2016 Supp. 72-6470 *or section 10*, and
15 amendments thereto, or any other property tax levied by or on behalf of a
16 school district.

17 (b) All tangible taxable property located within a redevelopment
18 district shall be assessed and taxed for ad valorem tax purposes pursuant to
19 law in the same manner that such property would be assessed and taxed if
20 located outside such district, and all ad valorem taxes levied on such
21 property shall be paid to and collected by the county treasurer in the same
22 manner as other taxes are paid and collected. Except as otherwise provided
23 in this section, the county treasurer shall distribute such taxes as may be
24 collected in the same manner as if such property were located outside a
25 redevelopment district. Each redevelopment district established under the
26 provisions of this act shall constitute a separate taxing unit for the purpose
27 of the computation and levy of taxes.

28 (c) Beginning with the first payment of taxes which are levied
29 following the date of approval of any redevelopment district established
30 pursuant to K.S.A. 74-8921, and amendments thereto, real property taxes
31 received by the county treasurer resulting from taxes which are levied
32 subject to the provisions of this act by and for the benefit of a taxing
33 subdivision, as herein defined, on property located within such
34 redevelopment district constituting a separate taxing unit under the
35 provisions of this section, shall be divided as follows:

36 (1) From the taxes levied each year subject to the provisions of this
37 act by or for each of the taxing subdivisions upon property located within a
38 redevelopment district constituting a separate taxing unit under the
39 provisions of this act, the county treasurer first shall allocate and pay to
40 each such taxing subdivision all of the real property taxes collected which
41 are produced from that portion of the current assessed valuation of such
42 real property located within such separate taxing unit which is equal to the
43 total assessed value of such real property on the date of the establishment

1 of the redevelopment district.

2 (2) Any real property taxes produced from that portion of the current
3 assessed valuation of real property within the redevelopment district
4 constituting a separate taxing unit under the provisions of this section in
5 excess of an amount equal to the total assessed value of such real property
6 on the effective date of the establishment of the district shall be allocated
7 and paid by the county treasurer according to specified percentages of the
8 tax increment expressly agreed upon and consented to by the governing
9 bodies of the county and school district in which the redevelopment
10 district is located. The amount of the real property taxes allocated and
11 payable to the authority under the agreement shall be paid by the county
12 treasurer to the treasurer of the state. The remaining amount of the real
13 property taxes not payable to the authority shall be allocated and paid in
14 the same manner as other ad valorem taxes. Any real property taxes paid to
15 the state treasurer under this section shall be deposited in the
16 redevelopment bond finance fund of the authority which is created
17 pursuant to K.S.A. 74-8927, and amendments thereto, to pay the costs of
18 any approved redevelopment project, including the payment of principal of
19 and interest on any bonds issued by the authority to finance, in whole or in
20 part, such project. When such bonds and interest thereon have been paid,
21 all moneys thereafter received from real property taxes within such
22 redevelopment district shall be allocated and paid to the respective taxing
23 subdivisions in the same manner as are other ad valorem taxes. If such
24 bonds and interest thereon have been paid before the completion of a
25 project, the authority may continue to use such moneys for any purpose
26 authorized by the redevelopment agreement until such time as the project
27 costs are paid or reimbursed, but for a period not to exceed the final
28 scheduled maturity of the bonds.

29 (d) In any redevelopment plan or in the proceedings for the issuing of
30 any bonds by the authority to finance a project, the property tax increment
31 portion of taxes provided for in subsection (c)(2) may be irrevocably
32 pledged for the payment of the principal of and interest on such bonds. The
33 authority may adopt a redevelopment plan in which only a specified
34 percentage of the tax increment realized from taxpayers in the
35 redevelopment district is pledged to the payment of costs.

36 Sec. 66. From and after July 1, 2018, K.S.A. 2016 Supp. 74-99b43 is
37 hereby amended to read as follows: 74-99b43. (a) The Kansas
38 development finance authority is hereby authorized to issue special
39 obligation bonds pursuant to K.S.A. 74-8901 et seq., and amendments
40 thereto, in one or more series to finance the undertaking of any bioscience
41 development project in accordance with the provisions of this act. No
42 special obligation bonds may be issued pursuant to this section unless the
43 Kansas development finance authority has received a resolution of the

1 board of the authority requesting the issuance of such bonds. Such special
2 obligation bonds shall be made payable, both as to principal and interest
3 from one or more of the following, as directed by the authority:

4 (1) From ad valorem tax increments allocated to, and paid into the
5 bioscience development bond fund for the payment of the project costs of
6 a bioscience development project under the provisions of this section;

7 (2) from any private sources, contributions or other financial
8 assistance from the state or federal government;

9 (3) from a pledge of a portion or all of the revenue received from
10 transient guest, sales and use taxes collected pursuant to K.S.A. 12-1696 et
11 seq., 79-3601 et seq., 79-3701 et seq. and 12-187 et seq., and amendments
12 thereto, and which are collected from taxpayers doing business within that
13 portion of the bioscience development district and paid into the bioscience
14 development bond fund;

15 (4) from a pledge of a portion or all increased revenue received by
16 any city from franchise fees collected from utilities and other businesses
17 using public right-of-way within the bioscience development district; or

18 (5) by any combination of these methods.

19 (b) All tangible taxable property located within a bioscience
20 development district shall be assessed and taxed for ad valorem tax
21 purposes pursuant to law in the same manner that such property would be
22 assessed and taxed if located outside such district, and all ad valorem taxes
23 levied on such property shall be paid to and collected by the county
24 treasurer in the same manner as other taxes are paid and collected. Except
25 as otherwise provided in this section, the county treasurer shall distribute
26 such taxes as may be collected in the same manner as if such property
27 were located outside a bioscience development district. Each bioscience
28 development district established under the provisions of this act shall
29 constitute a separate taxing unit for the purpose of the computation and
30 levy of taxes.

31 (c) Beginning with the first payment of taxes which are levied
32 following the date of the establishment of the bioscience development
33 district real property taxes received by the county treasurer resulting from
34 taxes which are levied subject to the provisions of this act by and for the
35 benefit of a taxing subdivision, as defined in K.S.A. 2016 Supp. 12-1770a,
36 and amendments thereto, on property located within such bioscience
37 development district constituting a separate taxing unit under the
38 provisions of this section, shall be divided as follows:

39 (1) From the taxes levied each year subject to the provisions of this
40 act by or for each of the taxing subdivisions upon property located within a
41 bioscience development district constituting a separate taxing unit under
42 the provisions of this act, the county treasurer first shall allocate and pay to
43 each such taxing subdivision all of the real property taxes collected which

1 are produced from the base year assessed valuation.

2 (2) Any real property taxes, except for property taxes levied for
3 schools pursuant to K.S.A. 2016 Supp. 72-6470 *or section 10*, and
4 amendments thereto, produced from that portion of the current assessed
5 valuation of real property within the bioscience development district
6 constituting a separate taxing unit under the provisions of this section in
7 excess of the base year assessed valuation shall be allocated and paid by
8 the county treasurer to the bioscience development bond fund to pay the
9 bioscience development project costs including the payment of principal
10 and interest on any special obligation bonds to finance, in whole or in part,
11 such bioscience development projects.

12 (d) The authority may pledge the bioscience development bond fund
13 or other available revenue to the repayment of such special obligation
14 bonds prior to, simultaneously with, or subsequent to the issuance of such
15 special obligation bonds.

16 (e) Any bonds issued under the provisions of this act and the interest
17 paid thereon, unless specifically declared to be taxable in the authorizing
18 resolution of the Kansas development finance authority, shall be exempt
19 from all state, county and municipal taxes, and the exemption shall include
20 income, estate and property taxes.

21 Sec. 67. From and after July 1, 2018, K.S.A. 2016 Supp. 79-201x is
22 hereby amended to read as follows: 79-201x. For taxable years ~~2015 and~~
23 ~~2016~~ *2017 and 2018*, the following described property, to the extent herein
24 specified, shall be and is hereby exempt from the property tax levied
25 pursuant to the provisions of K.S.A. 2016 Supp. 72-6470 *or section 10*,
26 and amendments thereto: Property used for residential purposes to the
27 extent of \$20,000 of its appraised valuation.

28 Sec. 68. From and after July 1, 2018, K.S.A. 2016 Supp. 79-2001 is
29 hereby amended to read as follows: 79-2001. (a) As soon as the county
30 treasurer receives the tax roll of the county, the treasurer shall enter in a
31 column opposite the description of each tract or parcel of land the amount
32 of unpaid taxes and the date of unredeemed sales, if any, for previous years
33 on such land. The treasurer shall cause a notice to be published in the
34 official county paper once each week for three consecutive weeks, stating
35 in the notice the amount of taxes charged for state, county, township,
36 school, city or other purposes for that year, on each \$1,000 of valuation.

37 (b) Each year after receipt of the tax roll from the county clerk and
38 before December 15, the treasurer shall mail to each taxpayer, as shown by
39 the rolls, a tax statement which indicates the taxing unit, assessed value of
40 real and personal property, the mill levy and tax due. In addition, with
41 respect to land devoted to agricultural use, such statement shall indicate
42 the acreage and description of each parcel of such land. The tax statement
43 shall also indicate separately each parcel of real property which is

1 separately classified for property tax purposes. The county appraiser shall
2 provide the information necessary for the county treasurer to comply with
3 the provisions of this section. The tax statement also may include the
4 intangible tax due the county. All items may be on one statement or may
5 be shown on separate statements and may be on a form prescribed by the
6 county treasurer. The statement shall be mailed to the last known address
7 of the taxpayer or to a designee authorized by the taxpayer to accept the
8 tax statement, if the designee has an interest in receiving the statement.
9 When any statement is returned to the county treasurer for failure to find
10 the addressee, the treasurer shall make a diligent effort to find a
11 forwarding address of the taxpayer and mail the statement to the new
12 address. All tax statements mailed pursuant to this section shall be mailed
13 by first-class mail. The requirement for mailing a tax statement shall
14 extend only to the initial statement required to be mailed in each year and
15 to any follow-up required by this section.

16 (c) For tax year 1998, and all tax years thereafter, after receipt of the
17 tax roll from the county clerk and before December 15, the treasurer shall
18 mail to each taxpayer, as shown by the tax rolls, a tax information form
19 which indicates the taxing unit, assessed value of real property for the
20 current and next preceding taxable year, the mill levy for the current and
21 next preceding taxable year and, in the case of unified school districts, the
22 mill levy required by K.S.A. 2016 Supp. 72-6470 or section 10, and
23 amendments thereto, shall be separately indicated, the tax due and an
24 itemization of each taxing unit's mill levy for the current and next
25 preceding taxable year and the percentage change in the amount of
26 revenue produced therefrom, if any. In addition, with respect to land
27 devoted to agricultural use, such form shall indicate the acreage and
28 description of each parcel of such land. The tax information form shall
29 also indicate separately each parcel of real property which is separately
30 classified for property tax purposes. The county appraiser shall provide the
31 information necessary for the county treasurer to comply with the
32 provisions of this section. The tax information form may be separate from
33 the tax statement or a part of the tax statement. The tax information form
34 shall be in a format prescribed by the director of property valuation. The
35 tax information form shall be mailed to the last known address of the
36 taxpayer. When a tax information form is returned to the county treasurer
37 for failure to find the addressee, the treasurer shall make a diligent effort to
38 find a forwarding address of the taxpayer and mail the tax information
39 form to the new address. All tax information forms mailed pursuant to this
40 section shall be mailed by first class mail.

41 Sec. 69. From and after July 1, 2018, K.S.A. 2016 Supp. 79-2925b is
42 hereby amended to read as follows: 79-2925b. (a) Without a majority vote
43 so providing, the governing body of any municipality shall not approve

1 any appropriation or budget, as the case requires, which may be funded by
2 revenue produced from property taxes, and which provides for funding
3 with such revenue in an amount exceeding that of the next preceding year,
4 adjusted to reflect changes in the consumer price index for all urban
5 consumers as published by the United States department of labor for the
6 preceding calendar year. If the total tangible property valuation in any
7 municipality increases from the next preceding year due to increases in the
8 assessed valuation of existing tangible property and such increase exceeds
9 changes in the consumer price index, the governing body shall lower the
10 amount of ad valorem tax to be levied to the amount of ad valorem tax
11 levied in the next preceding year, adjusted to reflect changes in the
12 consumer price index. This subsection shall not apply to ad valorem taxes
13 levied under K.S.A. 76-6b01 and 76-6b04 and K.S.A. 2016 Supp. 72-6470
14 *or section 10*, and amendments thereto, and any other ad valorem tax levy
15 which was previously approved by the voters of such municipality.
16 Notwithstanding the requirements of this subsection, nothing herein shall
17 prohibit a municipality from increasing the amount of ad valorem tax to be
18 levied if the municipality approves the proposed increase with a majority
19 vote of the governing body by the adoption of a resolution and publishes
20 its vote to approve the appropriation or budget including the increase as
21 provided in subsection (c).

22 (b) Revenue that, in the current year, is produced and attributable to
23 the taxation of:

- 24 (1) New improvements to real property;
25 (2) increased personal property valuation;
26 (3) property located within added jurisdictional territory; or
27 (4) property which has changed in use shall not be considered when
28 determining whether revenue produced from property has increased from
29 the next preceding year.

30 (c) In the event the governing body votes to approve any
31 appropriation or budget, as the case requires, which may be funded by
32 revenue produced from property taxes, and which provides for funding
33 with such revenue in an amount exceeding that of the next preceding year
34 as provided in subsection (a), notice of such vote shall be published in the
35 official county newspaper of the county where such municipality is
36 located.

37 (d) The provisions of this section shall be applicable to all fiscal and
38 budget years commencing on and after the effective date of this act.

39 (e) The provisions of this section shall not apply to revenue received
40 from property tax levied for the sole purpose of repayment of the principal
41 of and interest upon bonded indebtedness, temporary notes and no-fund
42 warrants.

43 (f) For purposes of this section:

1 (1) "Municipality" means any political subdivision of the state which
2 levies an ad valorem tax on property and includes, but is not limited to,
3 any township, municipal university, school district, community college,
4 drainage district or other taxing district;

5 (2) "municipality" shall not include:

6 (A) Any such political subdivision or taxing district which receives
7 \$1,000 or less in revenue from property taxes in the current year; or

8 (B) any city or county.

9 Sec. 70. K.S.A. 2016 Supp. 72-6463, 72-6464, 72-6465, 72-6466, 72-
10 6467, 72-6468, 72-6469, 72-6470, 72-6471, 72-6472, 72-6473, 72-6474,
11 72-6475, 72-6476, 72-6477, 72-6478, 72-6479, 72-6480, 72-6481, 72-
12 6482, 72-6483 and 72-6484 are hereby repealed.

13 Sec. 71. From and after July 1, 2018, K.S.A. 2016 Supp. 10-1116a,
14 12-1770a, 12-1775a, 72-1046b, 72-1398, 72-1414, 72-1923, 72-5333b, 72-
15 64b01, 72-64c03, 72-64c05, 72-6624, 72-6625, 72-6757, 72-67,115, 72-
16 7535, 72-8187, 72-8230, 72-8233, 72-8236, 72-8251, 72-8316, 72-8415b,
17 72-8804, 74-4939a, 74-8925, 74-99b43, 79-201x, 79-2001 and 79-2925b
18 are hereby repealed.

19 Sec. 72. This act shall take effect and be in force from and after its
20 publication in the statute book.