

SENATE BILL No. 270

By Senators Feleciano, Adkins, Barone, Downey, Gilstrap, Gooch,
Goodwin, Haley, Hensley, Lee, Schodorf and Steineger

2-7

AN ACT concerning the arts; relating to funding therefor; amending
K.S.A. 2000 Supp. 79-4804 and repealing the existing section.

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

Section 1. K.S.A. 2000 Supp.79-4804 is hereby amended to read as follows: 79-4804. (a) After the transfer of moneys pursuant to K.S.A. 2000 Supp. 79-4806, and amendments thereto, *and subject to the provisions of subsection (g) and (h)*, an amount equal to 85% of the balance of all moneys credited to the state gaming revenues fund shall be transferred and credited to the state economic development initiatives fund. Expenditures from the state economic development initiatives fund shall be made in accordance with appropriations acts for the financing of such programs supporting and enhancing the existing economic foundation of the state and fostering growth through the expansion of current, and the establishment and attraction of new, commercial and industrial enterprises as provided by this section and as may be authorized by law and not less than ½ of such money shall be distributed equally among the congressional districts of the state. Except as provided by subsection (g), all moneys credited to the state economic development initiatives fund shall be credited within the fund, as provided by law, to an account or accounts of the fund which are created by this section.

(b) There is hereby created the Kansas capital formation account in the state economic development initiatives fund. All moneys credited to the Kansas capital formation account shall be used to provide, encourage and implement capital development and formation in Kansas.

(c) There is hereby created the Kansas economic development research and development account in the state economic development initiatives fund. All moneys credited to the Kansas economic development research and development account shall be used to promote, encourage and implement research and development programs and activities in Kansas and technical assistance funded through state educational institutions under the supervision and control of the state board of regents or other Kansas colleges and universities.

(d) There is hereby created the Kansas economic development en-

1 dowment account in the state economic development initiatives fund. All
2 moneys credited to the Kansas economic development endowment ac-
3 count shall be accumulated and invested as provided in this section to
4 provide an ongoing source of funds which shall be used for economic
5 development activities in Kansas, including but not limited to continuing
6 appropriations or demand transfers for programs and projects which shall
7 include, but are not limited to, specific community infrastructure projects
8 in Kansas that stimulate economic growth.

9 (e) Except as provided in subsection (f), the director of investments
10 may invest and reinvest moneys credited to the state economic develop-
11 ment initiatives fund in accordance with investment policies established
12 by the pooled money investment board under K.S.A. 75-4232, and
13 amendments thereto, in the pooled money investment portfolio. All mon-
14 eys received as interest earned by the investment of the moneys credited
15 to the state economic development initiatives fund shall be deposited in
16 the state treasury and credited to the Kansas economic development en-
17 dowment account of such fund.

18 (f) Moneys credited to the Kansas economic development endow-
19 ment account of the state economic development initiatives fund may be
20 invested in government guaranteed loans and debentures as provided by
21 law in addition to the investments authorized by subsection (e) or in lieu
22 of such investments. All moneys received as interest earned by the in-
23 vestment under this subsection of the moneys credited to the Kansas
24 economic development endowment account shall be deposited in the
25 state treasury and credited to the Kansas economic development endow-
26 ment account of the state economic development initiatives fund.

27 (g) In each fiscal year, the director of accounts and reports shall make
28 transfers in equal amounts on July 15 and January 15 which in the aggre-
29 gate equal \$2,000,000 from the state economic development initiatives
30 fund to the state water plan fund created by K.S.A. 82a-951, and amend-
31 ments thereto. No other moneys credited to the state economic devel-
32 opment initiatives fund shall be used for: (1) Water-related projects or
33 programs, or related technical assistance; or (2) any other projects or
34 programs, or related technical assistance, which meet one or more of the
35 long-range goals, objectives and considerations set forth in the state water
36 resource planning act.

37 (h) *Prior to crediting any moneys pursuant to subsections (a) through*
38 *(f), the director of accounts and reports shall make the following transfers*
39 *from the state economic development initiatives fund to the Kansas arts*
40 *commission gift, grants and bequests fund:*

41 (1) *On July 15, 2002, an amount equal to 1% of the moneys credited*
42 *to the state economic development initiatives fund;*

43 (2) *On July 15, 2003, an amount equal to 3% of the moneys credited*

1 *to the state economic development initiatives fund; and*
2 *(3) On July 15, 2004, an amount equal to 5% of the moneys credited*
3 *to the state economic development initiatives fund.*

4 *Moneys transferred pursuant to this subsection shall be used for en-*
5 *hancement of programs and not for the cost of operation of any state*
6 *agency or commission.*

7 Sec. 2. K.S.A. 2000 Supp. 79-4804 is hereby repealed.

8 Sec. 3. This act shall take effect and be in force from and after its
9 publication in the statute book.

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