

SENATE BILL No. 538

By Senators Hensley, Barone, Betts, Gilstrap, Goodwin,
Haley and Kelly

2-9

10 AN ACT concerning property taxation; relating to school ad valorem tax
11 levy and exemption therefrom; amending K.S.A. 2005 Supp. 72-6431
12 and 79-201x and repealing the existing sections.
13

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

15 Section 1. K.S.A. 2005 Supp. 72-6431 is hereby amended to read as
16 follows: 72-6431. (a) The board of each district shall levy an ad valorem
17 tax upon the taxable tangible property of the district in the school years
18 specified in subsection (b) for the purpose of:

19 (1) Financing that portion of the district's general fund budget which
20 is not financed from any other source provided by law;

21 (2) paying a portion of the costs of operating and maintaining public
22 schools in partial fulfillment of the constitutional obligation of the legis-
23 lature to finance the educational interests of the state; and

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

29 (b) The tax required under subsection (a) shall be levied at a rate of
30 20 mills in the school year ~~2005-2006~~ 2007-2008 and school year ~~2006-~~
31 ~~2007~~ 2008-2009.

32 (c) The proceeds from the tax levied by a district under authority of
33 this section, except the proceeds of such tax levied for the purpose of
34 paying a portion of the principal and interest on bonds issued by cities
35 under authority of K.S.A. 12-1774, and amendments thereto, for the fi-
36 nancing of redevelopment projects upon property located within the dis-
37 trict, shall be deposited in the general fund of the district.

38 (d) On June 6 of each year, the amount, if any, by which a district's
39 local effort exceeds the amount of the district's state financial aid, as
40 determined by the state board, shall be remitted to the state treasurer.
41 Upon receipt of any such remittance, the state treasurer shall deposit the
42 same in the state treasury to the credit of the state school district finance
43 fund.

1 (e) No district shall proceed under K.S.A. 79-1964, 79-1964a or 79-
2 1964b, and amendments thereto.

3 Sec. 2. K.S.A. 2005 Supp. 79-201x is hereby amended to read as fol-
4 lows: 79-201x. For taxable years ~~2005 and 2006~~ *2007 and 2008*, the fol-
5 lowing described property, to the extent herein specified, shall be and is
6 hereby exempt from the property tax levied pursuant to the provisions of
7 K.S.A. 72-6431, and amendments thereto: Property used for residential
8 purposes to the extent of ~~\$20,000~~ *\$40,000* of its appraised valuation.

9 Sec. 3. K.S.A. 2005 Supp. 72-6431 and 79-201x are hereby repealed.

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