

HOUSE BILL No. 2961

By Committee on Taxation

3-11

9 AN ACT concerning property taxation; relating to ad valorem property
10 tax levy for schools, reduction; use of lottery moneys therefor; amend-
11 ing K.S.A. 2007 Supp. 72-6431 and 74-8768 and repealing the existing
12 sections.

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

15 Section 1. K.S.A. 2007 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 17.0206~~ mills in the school year ~~2007-2008~~ and school year 2008-2009.

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

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

43 (e) No district shall proceed under K.S.A. 79-1964, 79-1964a or 79-

1 1964b, and amendments thereto.

2 Sec. 2. K.S.A. 2007 Supp. 74-8768 is hereby amended to read as
3 follows: 74-8768. There is hereby created the expanded lottery act reve-
4 nues fund in the state treasury. All expenditures and transfers from such
5 fund shall be made in accordance with appropriation acts. All moneys
6 credited to such fund shall be expended or transferred only for the pur-
7 poses of reduction of state debt, state infrastructure improvements ~~and~~,
8 reduction of local ad valorem tax in the same manner as provided for
9 allocation of amounts in the local ad valorem tax reduction fund *and*
10 *funding property tax reduction in the ad valorem property tax levy re-*
11 *quired pursuant to K.S.A. 72-6431, and amendments thereto. During fis-*
12 *cal year 2009, all moneys credited to the expanded lottery act revenues*
13 *fund shall be transferred to the state school district finance fund in the*
14 *state treasury to fund property tax reduction in the ad valorem property*
15 *tax levy required pursuant to K.S.A. 72-6431, and amendments thereto.*

16 Sec. 3. K.S.A. 2007 Supp. 72-6431 and 74-8768 are hereby repealed.

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