

MINUTES OF THE SENATE COMMITTEE ON EDUCATION

The meeting was called to order by SENATOR JOSEPH C. HARDER at
Chairperson

1:30 ~~AM~~/p.m. on MONDAY, MARCH 7, 1983 in room 254-E of the Capitol.

All members were present except:

Senator McCray (excused)

Committee staff present:

Mr. Ben Barrett, Legislative Research Department
Ms. Avis Swartzman, Legislative Revisor's Office
Mrs. Millie Randell, Secretary

Conferees appearing before the committee:

HB 2175 - School district finance; budget limitations, 1983-84 school year.

Following a call to order by Chairman Joseph C. Harder, Senator Warren moved, and Senator Montgomery seconded a motion to approve minutes of the Committee meeting of March 2. The motion carried.

The Chairman then requested that a member of the staff explain to the Committee how HB 2175 differs from the current law on school finance, and Mr. Dale Dennis of the State Department of Education responded to the Chairman's request.

Mr. Dennis proceeded with his explanation of HB 2175 by stating that the budget control range for the 1983-84 school year would be 103-106%. In addition, Mr. Dennis explained, if teachers' salaries in total are increased by the percentage as authorized under the budget per pupil provision of the law, an additional .75 of one percent would then be available for budget purposes, but only for the improvement of teachers' salaries. Mr. Dennis gave a sample illustration of how this provision would be implemented.

In responding to questions, Mr. Dennis replied that under this provision, the .75 of one percent would be shared 46% by state aid and the remainder by the local school districts. If everyone utilized this option, according to Mr. Dennis, the total amount of state money involved would be approximately \$3.3 million.

Mr. Dennis then asked for the Committee to turn its attention to the computer printouts on HB 2175, which the members had in their possession, and he proceeded to explain the figure columns dealing with the budget limitations, property tax, and percentage of state aid involved.

In responding to further questions, Mr. Dennis answered that if the bill is left intact with the 46% state shared guarantee and the state finds that additional funds become available, there would be no method of distributing the additional funds, because the current law does not allow for over-pro-ration.

In reply to questions regarding transportation aid, Mr. Dennis stated that HB 2175 does not affect transportation aid. He noted that as gas prices have decreased, the amount budgeted for transportation aid has been adjusted downward.

In projecting how HB 2175 would affect the fourteen school districts in the middle enrollment category whose budget authority decreased because of the new linear transition concept instituted last year, Mr. Dennis answered that seventeen school districts would be affected adversely this year. (Attachment 1) Mr. Dennis distributed copies of the "Linear Transition Concept". (Attachment 2) In further explaining the effects of linear transition on school districts in the middle enrollment category, Mr. Dennis said it had been beneficial to about 50 school districts last year. Mr. Dennis responded to another question by stating that a one percent difference in budget authority equates to \$10 million if the state paid the entire amount.

CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON EDUCATION,
room 254-E, Statehouse, at 1:30 ~~a.m.~~ p.m. on MONDAY, MARCH 7, 1983

Following Mr. Dennis' explanation, the Chairman announced that the floor was open for further questions and/or discussion regarding HB 2175.

The Chairman then asked for the Committee to turn its attention to Section 1 and reminded the Committee that if additional funds should become available, the school districts would not be able to utilize them as this Section now reads.

Senator Allen moved to amend HB 2175 by deleting lines 0027 through 0029, and this motion was seconded by Senator Angell. Following Committee discussion, Senator Allen withdrew his motion, and Senator Angell withdrew his second. Senator Allen then proposed a new motion to amend HB 2175 by striking all of Section 1. This was seconded by Senator Angell.

Senator Parrish proposed a substitute motion to amend HB 2175 by raising the 46% to 48%. Senator Winter seconded Senator Parrish's substitute motion.

When the Chairman called for a vote on Senator Parrish's substitute motion, the Chairman ruled that the substitute motion did not carry.

When the Chairman called for a vote on the primary motion to delete all of Section. 1. from the bill, the motion carried.

The Chairman adjourned the meeting at 2:30 p.m.

SENATE EDUCATION COMMITTEE

TIME: 1:30 p.m. PLACE: 254-E DATE: March 7, 1983

GUEST LIST

<u>NAME</u>	<u>ADDRESS</u>	<u>ORGANIZATION</u>
Jim HAYS	Topeka	Division of the Budget
Diane Ross	"	KSN-TV
Ken Claus	Topeka	Governor's Office
Mary Ellen Simon	Topeka	Lg. of Women Voters of Mo.
M. Hawver	"	Capital Journal
Jack Kurland	"	K-NEA
Jim Marchello	"	K-NEA
Carl B. Bill	"	NEA-T
Wade Anderson	Junction City	KNEA
Nancy Surr	Pratt	
David Lytle	Lawrence	Lawrence Journal-World
Cyrus C. Burnett	Topeka	USA 601 #
A. Myle	"	Knea
J. Stewart	"	WXEN
Jim Youally	Shawnee Mission	USD #512
S. Korman	Topeka	AP
L. Linenberg	"	UPI
Jim Edwards	Topeka	KACZ
Paul E. Fleener	Manhattan	Kansas Farm Bureau
Steve Wilkins	Topeka	Field Service
M. Le	KAN Topeka	KHNW
Bar Wooten	Topeka	Gov Off
John Gatter	"	K.C. Times
Terry Wooten	TOPEKA	WICHITA EAGLE-BEACON
John W. Kozicki	Topeka	KASOS

SCHOOL DISTRICTS IN THE THIRD ENROLLMENT CATEGORY WHICH HAVE LESS BUDGET AUTHORITY UNDER THE LINEAR TRANSITION PROCEDURE THAN IF THE MEDIAN BPP IN THE ENROLLMENT CATEGORY WERE USED EXCLUSIVELY (OLD LAW):
EST. 1983-84 WITH BUDGET CONTROLS OF 103%-106%

U.S.D.		Est. 9-15-83	Amt. 1983-84
Name	No.	F.T.E. Enrollment	Budget Authority is Less Under New Law (1982) Than Under the Old Law
1. Atchison	(409)	1,608	\$ 60,557
2. Andover	(385)	1,440	54,259
3. Augusta	(402)	1,675	56,818
4. Clay Center	(379)	1,500	56,157
5. Concordia	(333)	1,350	51,791
6. Columbus	(493)	1,360	9,339
7. Abilene	(435)	1,400	51,957
8. Gardner	(231)	1,548	57,926
9. De Soto	(232)	1,695	16,577
10. Labette Co.	(506)	1,620	58,919
11. Paola	(368)	1,416	44,632
12. Nickerson	(309)	1,450	54,502
13. Valley Cntr.	(262)	1,663	57,174
14. Goddard	(265)	1,635	58,922
15. Renwick	(267)	1,353	38,781
16. Goodland	(352)	1,420	52,980
17. Wellington	(353)	1,775	60,829
			<u>60,829</u>
			\$842,120

Source of Data: State Department of Education

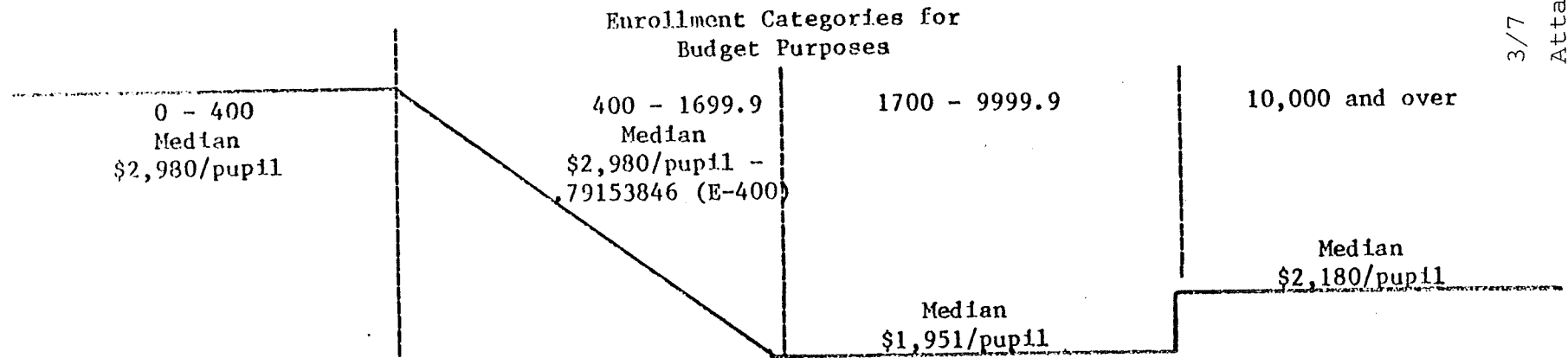
LINEAR TRANSITION

CONCEPT

Budget Example (Form 150)

3/7
Attachment 2

NEW LAW (LINEAR TRANSITION)



OLD LAW

