#### MINUTES OF THE SENATE COMMITTEE ON EDUCATION.

The meeting was called to order by Chairperson Senator Dwayne Umbarger at 1:10 p.m. on March 29 in Room 235-N of the Capitol.

All members were present except:

Committee staff present:

Avis Swartzman, Revisor of Statutes

Ben Barrett, Legislative Research Department Carolyn Rampey, Legislative Research Department

Judy Steinlicht, Secretary

Conferees appearing before the committee:

Others attending:

See Attached List

### HB2094--School districts, definition of juvenile detention facility for services and state grants

Chairman Umbarger explained that **HB2094** was previously passed out of the Committee on March 15, 2001. It was Chairman Umbarger's decision to have the bill brought back to the Committee to use as a possible "vehicle" for a school finance bill. The bill was not used and now needs to be passed out of the Committee again to move the bill forward.

Senator Teichman moved that **HB2094** be reported favorably for passage. Seconded by Senator Schodorf. Motion carried.

### **HB2408–Blue Valley Recreation Commission**

Senator Vratil presented a balloon amendment on **HB2408.** (<u>Attachment 1</u>) Senator Vratil explained each amendment and answered questions.

Senator Vratil made a motion to adopt the amendments in **HB2408**. Seconded by Senator Teichman. Motion carried.

Senator Schodorf moved that **HB2408** be reported favorably for passage. Seconded by Senator Vratil. Motion carried.

Meeting adjourned at 2:05 p.m.

# SENATE EDUCATION COMMITTEE GUEST LIST DATE - 3 29 0

NAME	REPRESENTING
Dawn Grosdidier	Blue Valley Recreation
David BYRD	Blue Valley Recreation Blue Valley Recreation
Nouise apt	USA KCK
BILL Brady	SFFF
Laura Kelly	KRPA
Pat Lehman	KRPA
Bill Howgill	Governors office
Bob Vancrum	USD 229
MARK DESETTI	KNEA
Janu Rutherford	Sinate Pres Off.
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### As Amended by House Committee

Session of 2001

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## **HOUSE BILL No. 2408**

By Committee on Taxation

2-7

AN ACT concerning recreational districts; relating to the Blue Valley recreation system established by the Blue Valley unified school district No. 229; amending K.S.A. 2000 Supp. 12-1927 12-1928 and 12 1035 and repealing the existing sections

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

Section 1. K.S.A. 2000 Supp. 12-1927 is hereby amended to read as follows: 12-1927. (a) Except as provided by subsection (b) The Except as provided by subsection (b), the recreation commission shall prepare an annual budget for the operation of the recreation system. Prior to the certification of its budget to the city or school district, the recreation commission shall meet for the purpose of answering and hearing objections of taxpayers relating to the proposed budget and for the purpose of considering amendments to such proposed budget. The recreation commission shall give at least 10 days' notice of the time and place of the meeting by publication in a weekly or daily newspaper having a general circulation in the taxing district. Such notice shall include the proposed budget and shall set out all essential items in the budget except such groupings as designated by the director of accounts and reports on a special publication form prescribed by the director of accounts and reports and furnished with the regular budget form. The public hearing required to be held herein shall be held not less than 10 days prior to the date on which the recreation commission is required to certify its budget to the city or school district. After such hearing the budget shall be adopted or amended and adopted by the recreation commission. In order to provide funds to carry out the provisions of this act and to pay a portion of the principal and interest on bonds issued pursuant to K.S.A. 12-1774, and amendments thereto, the recreation commission shall annually, not later than August 1 of any year, certify its budget to such city or school district which shall levy a tax sufficient to raise the amount required by such budget on all the taxable tangible property within the taxing district. Each year a copy of the budget adopted by the recreation commission

Snath Education 3.39.01 Attachment !

and

also repealing K.S.A. 2000 Supp. 12-1935

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shall be filed with the city clerk in the case of a city-established recreation system or with the clerk of the school district in the case of a school district-established recreation system or with the clerk of the taxing district in the case of a jointly established recreation system. A copy of such budget also shall be filed with the county clerk of the county in which the recreation system is located. If the recreation system is located in more than one county, a copy of the budget shall be filed with the clerk of the county in which the greater portion of the assessed valuation of the recreation system is located. The city or school district shall not be required to levy a tax in excess of the maximum tax levy set by the city or school district by current resolution. In the case of a new recreation commission established under the provisions of this act, such levy shall not be required to exceed one mill. Whenever the recreation commission determines that the tax currently being levied for the commission, as previously established by the city or school district, is insufficient to operate the recreation system and the commission desires to increase the mill levy above the current levy, the commission shall request that the city or school district authorize an increase by adopting a resolution declaring it necessary to increase the annual levy. The city or school district may authorize the increase by resolution, but such increase shall not exceed one mill per year. The maximum annual mill levy for the recreation commission general fund shall not exceed a total of four mills.

(b) Prior to adopting the budget pursuant to subsection (a), the Blue Valley recreation commission appointed by the Blue Valley unified school elistrict No. 220 shall submit its proposed budget to the board of education of such school district. The school board either shall approve, or modify and approve, the proposed budget. The recreation commission shall adopt such budget as approved, or modified and approved, by the board. Prior to adopting the budget pursuant to subsection (a), the Blue Valley recreation commission appointed by the Blue Valley unified school district No. 229 shall submit its proposed budget to the board of education of such school district. The school board either the board of education shall adopt such budget as approved, or modified and approved, by the board.

(c) (c) Any resolution adopted under subsection (a) shall state the total amount of the tax to be levied for the recreation system and shall be published once each week for two consecutive weeks in the official newspaper of the taxing district. Whereupon, such annual levy in an amount not to exceed the amount stated in the resolution may be made for the ensuing budget year and each successive budget year unless a petition requesting an election upon the proposition to increase the tax leavin excess of the current tax levy, signed by at least 5% of the qualified

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voters of the taxing district, is filed with the county election officer within 30 days following the date of the last publication of the resolution. In the event a valid petition is filed, no such increased levy shall be made without such proposition having been submitted to and having been approved by a majority of the voters of the taxing district voting at an election called and held thereon. All such elections shall be called and held in the manner provided by the general bond law, and the cost of the election shall be borne by the recreation commission. Such taxes shall be levied and collected in like manner as other taxes, which levy the city or school district shall certify, on or before August 25 of each year, to the county clerk who is hereby authorized and required to place the same on the tax roll of the county to be collected by the county treasurer and paid over by the county treasurer to the ex officio treasurer of the recreation commission.

(d) (e) (d) The tax levy provided in this section shall not be considered a levy of such city or school district under any of the statutes of this state, but shall be in addition to all other levies authorized by law and, with respect to any such levy made for the first time in 1989, shall not be subject to the provisions of K.S.A. 79-5021 et seq., and amendments thereto.

(c) (d) (e) At any time after the making of the first tax levy pursuant to this act, the amount of such tax levy may be reduced by a majority of the voters of the taxing district voting at an election called pursuant to a petition and conducted in the same manner as that prescribed by subsection (c) (b) (c). The authority of any recreation commission in existence on the effective date of this act or any recreation commission established under the provisions of this act to operate and conduct its activities, other than the recreation commission appointed by the Blue Valley unified school district No. 220; may be revoked in any year following the third year of its operation by a majority of the voters of the taxing district voting at an election called pursuant to a petition and conducted in the same manner as that prescribed by subsection (e) (b) (c). If the petition submitted is for the purpose of reducing the mill levy, it shall state the mill levy reduction desired. Upon revocation, all property and money belonging to the recreation commission shall become the property of the taxing authority levying the tax for the commission, and the recreation commission shall be dissolved. [In the event that the recreation commission appointed by the Blue Valley unified school district No. 229 is dissolved, the existing mill levy the revenue received from which is ised and is to be used for the payment of debt or any other obligation as authorized by such commission's latest budget shall contimue to be in force and effect until such debt or other obligation is paid in full.

10 (A) (D) All financial records of the recreation commission shall be

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audited as provided in K.S.A. 75-1122, and amendments thereto, and a copy of such annual audit report shall be filed with the governing body of the city or school district, or both, in the case of a jointly established recreation system. A copy of such audit also shall be filed with the county clerk of the county in which the recreation system is located. If the recreation system is located in more than one county, a copy of the budget shall be filed with the clerk of the county in which the greater portion of the assessed valuation of the recreation system is located. The cost of each audit shall be borne by the recreation commission.

Revenue received from the annual general fund mill levy for the Blue Valley recreation commission shall not be used for any purpose for which the capital improvement fund of such commission may be used pursuant to the provisions of K.S.A. 2000 Supp. 12-1935, and amendments thereto.]

Sec. 2. K.S.A. 2000 Supp. 12-1928 is hereby amended to read as follows: 12-1928. Every recreation commission appointed pursuant to this act shall have the power to:

- (a) Make and adopt rules and regulations for the operation of the recreation system;
- (b) conduct the activities of the recreation system on any property under its custody and management, or, with proper consent, on any other public property and upon private property with the consent of the owners;
  - (c) receive any gift or donation from any source;
- (d) receive, accept and administer any money appropriated or granted to it by the state or federal government or any agency thereof;
- (e) purchase insurance. The city or school district to which the recreation commission certifies its budget shall levy an annual tax upon all taxable tangible property within the taxing district in an amount necessary to pay for insurance purchased for those purposes authorized by K.S.A. 75-6111, and amendments thereto, and to pay a portion of the principal and interest on bonds issued pursuant to K.S.A. 12-1774, and amendments thereto, except that no levy shall be made under this subsection which, when coupled with any levy made pursuant to subsection (j), is in excess of one mill without the approval of the city or school district. Taxes levied pursuant to this subsection shall be in addition to all other taxes authorized or limited by K.S.A. 12-1927, and amendments thereto, or any other provisions of law;
  - (f) sue and be sued:
  - enter contracts;
- enter lease agreements for real and personal property. The term of any such lease shall not exceed 10 years. Any such lease agreement shall be subject to the approval of the city or school district to which the recreation commission certifies its budget;

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 (i) employ a superintendent of recreation and any other employees which may be necessary for proper operation of the recreation system;

create and establish employee benefits contribution funds for the purpose of paying the employer's share of any employee benefits, exclusive of any salaries, wages or other direct payments to such employees, as may be prescribed in the resolution creating such funds. The recreation commission may receive and place in such funds any moneys from any source whatsoever which may be lawfully utilized for the purposes stated in the resolution creating such funds, including the proceeds of tax levies authorized by law for such purposes. The city or school district to which is certified the budget of any recreation commission which has established employee benefits contribution funds pursuant to this subsection shall levy an annual tax upon all taxable tangible property within the taxing district in an amount determined by the recreation commission to be necessary for the purposes for which such funds were created and to pay a portion of the principal and interest on bonds issued pursuant to K.S.A. 12-1774, and amendments thereto, except that no levy shall be made under this subsection which, when coupled with any levy made pursuant to subsection (e), is in excess of one mill without the approval of the city or school district. Taxes levied pursuant to this subsection shall be in addition to all other taxes authorized or limited by K.S.A. 12-1927, and amendments thereto, or any other provisions of law. For the purposes of this subsection, employee benefits shall include social security as provided by subsection (c) of K.S.A. 40-2305, and amendments thereto, workers' compensation as provided by K.S.A. 44-505c, and amendments thereto, unemployment compensation as provided by K.S.A. 44-710a, and amendments thereto, health insurance and retirement benefits;

(k) acquire title to personal property by purchase, bequest, gift or other donation and acquire title to real property by devise, gift or other donation. No real property may be purchased or leased, including any renewal thereof, for a term exceeding three years by the recreation commission appointed by the Blue Valley unified school district No. 229 without first obtaining the approval of the board of education of such school district and following all procedures set forth in K.S.A. 19 1035, and amendments thereto providing publication notification thereof once each week for three consecutive weeks in one or more newspapers of general circulation in the Blue Valley recreation system area. Whenever property owned by a recreation commission is sold, the proceeds shall be used for recreation purposes; and

perform any other acts necessary to carry out the provisions of this act.

Sec. 3. K.S.A. 2000 Supp. 12 1935 is hereby amended to read as follows: 12 1935. (a) The recreation commission appointed by the Blue

(1) acquire sites and construct, equip, repair, remodel and refurnish improvements for recreation system purposes and to pay a protion of the principal and interest in bonds issued under the authority of K.S.A. 12-1774, and amendments thereto; and

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Kalley unified school district No. 220 may potition the board of education of such school district to adopt a resolution proposing to make an annual levy not to exceed one mill upon all taxable tangible property within the taxing district for the purpose of creating a capital improvement fund to be used for the acquisition of sites, and for the constructing, equipping, repairing, remodeling and furnishing of buildings for recreation system purposes and to pay a portion of the principal and interest on bonds issued under the authority of K.S.A. 12-1774, and amendments thereto, by cities located in the taking district. Upon receipt of such petition, the board shall adopt a resolution imposing such levy. The resolution shall identify specifically each capital improvement project and be published once each week for three consecutive weeks in one or more newspapers of general circulation in the Blue Valley recreation system established by the Blue Valley unified school district No. 220. No levy shall be made unless the proposal to make such levy is submitted to and approved by a majority of the qualified electors of the taxog district voting at an election thereon. Such election shall be called any held in the manner provided by the general bond law. Any levy made pursuant to this section shall be subject to [coupled with the general fund levy shall not exceed] the maximum annual mill levy allowable for the general fund pursuant to K.S.A. 12-1927, and amendments thereto[, and shall be the sole source of revenue for the purpose for which such levy is madel.

(b) Any fund created pursuant to this section shall not be subject to the provisions of K.S.A. 79-2925 to 79-2937, inclusive, and amendments thereto. In making the budget of the recreation system, the amounts credited to, and the amount on hand in, the capital improvement fund and the amount expended therefrom shall be shown on the sudget for the information of the taxpayers of the taxing district. Moneys in such fund may be invested in accordance with the provisions of K.S.A. 10-131, and amondments thereto, with interest thereon credited to such fund.

Sec. K.S.A. 2000 Supp. 12-1927, 12-1928 and 12-1935 are hereby repealed.

Sec. This act shall take effect and be in force from and after its publication in the Kansas register

statute book