

MINUTES OF THE HOUSE SELECT COMMITTEE ON
REVENUE AMORTIZATION POLICY

The meeting was called to order by Chairperson Ray Cox at 10:00 a.m. on April 1, 2003 in Room 527-S of the Capitol.

All members were present except:

Committee staff present: Julian Efird, Legislative Research
Paul West, Legislative Research
Jim Wilson III, Revisor of Statues
Maggie Breen, Committee Secretary

Conferees appearing before the committee: Howard Fricke, Department of Administration
Steve Weatherford, Kansas Development Finance Authority

Others attending: See Attached List

Chairman Cox asked Julian Efird to give the committee an overview of the bill. Julian presented the committee with a copies of: the bill with a bill brief(Attachment 1), the Governor's Budget Amendment No. 2: Item 5 - Unallocated Tobacco Revenue Accelerator (Attachment 2), and Bonded and Other Governmental Issued Indebtedness in Kansas (Attachments3).

Chairman Cox opened the hearing on **HB 2466 - State finance, bonds for department of administration for department of transportation capital improvement projects, transfers to state general fund.**

Howard Fricke, Kansas Secretary of Administration, spoke in favor of the bill. Under this proposal, \$175 million of bonds would be sold and that amount returned to the State General Fund in fiscal year 2003. The bonds would be repaid with the unallocated portion of income from the state's tobacco settlement receipts. The proposal accelerates the unallocated revenue from the tobacco settlement revenue in fiscal years 2005 thru 2018 for use in FY2003. The statutory transfer amounts to the Children's Initiative Fund are not affected. In order for the bonds to be tax-exempt, they must be spent on capital improvement projects. To accomplish this, the Kansas Development Finance Authority would issue the bonds on behalf of the Department of Administration. The proceeds would be used to pay for capital improvement projects (highways) in the Kansas Department of Transportation. An amount equal to the proceeds would then be transferred from the State Highway Fund to the State General Fund. By accelerating the unallocated tobacco funds, we are simply receiving the present value of a future stream of revenue. (Attachment 4)

Steve Weatherford, President, Kansas Development Finance Authority,(K DFA) also spoke in favor of the Governor's proposal. He covered a handout which illustrated the sources and uses of the funds and showed what effect an interest rate change would have. He also covered a cash flow statement. (Attachment 5) He then covered a State General Fund planning report which puts the proposal set forth in **HB 2466** into the budget and shows how it plays through fiscal years 2003 and 2004. (Attachment 6)

Chairman Cox closed the hearing on **HB 2466** and asked what the committee's pleasure was.

Rep. Doug Mays made a motion to pass out **HB 2466** without recommendation. Rep. Kenny Wilk seconded the motion.

Rep. Joe Shriver made a substitute motion to pass out **HB 2466** favorably. Rep. Minor seconded the motion. The motion failed.

A vote was taken on the original motion to pass out the bill without recommendation. The motion passed.

The meeting adjourned at 11:38 a.m.

There is no plan for the committee to meet again. Minutes were approved by consensus on April 4, 2003.

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.

SELECT COMMITTEE ON REVENUE AMORTIZATION POLICY
GUEST LIST

DATE April 1, 2003

NAME	REPRESENTING
Peggy Hanna	Treasurer's Office
Carmen Klossing	Treasurer's Office
Vickie Burgin	Burgess + Assoc.
SCOTT SCHNEIDER	GIBBA
John Polgar	DoA
Deb Miller	KDOT
Steve Weatherford	KDFA
HOWARD FRICKE	D of A
Duane Goossen	DOB
Martin Haver	Haver's Capital Report
Mark Han	KDFA
Tom Funder	KDFA
Jeremy Anderson	Governors Office
Jim Sullinger	KC STAR
Mark Tallman	KASB
Chris Moore	Toronto Capital Journal
Patrick Shusby	Economic Revenues
J. McLean	KDOT

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April 1, 2003

To: House Select Committee on Revenue Amortization Policy
From: Julian Efird, Principal Analyst
Re: Bill Brief for HB 2466

HB 2466 would authorize the issuance of an amount not to exceed \$175.0 million in revenue bonds, plus any additional amounts for the costs of issuing, for reserves to pay principal and interest, and for capitalized interest. The Kansas Development Finance Authority (K DFA) would issue the bonds as determined by the Secretary of Administration for the purpose of financing capital improvement projects of the Kansas Department of Transportation (KDOT). Bonds could be issued in one or more series.

Bond proceeds would be deposited into the State Highway Fund, unless otherwise directed by bond covenants. Expenditures from bond money would be limited to an amount not to exceed \$175.0 million for capital improvements of the Department of Transportation.

Debt service on the bonds would be financed by appropriations from the State General Fund or any other appropriate special revenue funds, except the State Highway Fund.

The bill would provide for a demand transfer on or before June 30, 2003, for an amount to be certified by the Director of the Budget. The transfer would be from the State Highway Fund to the State General Fund. In calculating the amount of transfer, the Director of the Budget would determine how much was made available to KDOT for capital improvements, but would not include amounts of the cost of issuing bonds, capitalizing any interest, or providing reserves to pay principal and interest.

The bill would be effective upon publication in the *Kansas Register*.

Background

The bill was requested on behalf of the Governor in order to implement one provision identified as the "Unallocated Tobacco Acceleration" initiative in the Governor's Budget Amendment of March 25, 2003, that proposes various revenue enhancing alternatives for legislative consideration.

38086(4/1/3(7:56AM))

House Select Committee on Revenue
Amortization Policy
4-01-03
Attachment 1

HOUSE BILL No. 2466

By Committee on Appropriations

3-28

AN ACT concerning state finance; authorizing the issuance of certain bonds for the department of administration for capital improvement projects of the department of transportation; prescribing certain transfers to the state general fund.

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

Section 1. (a) The secretary of administration is hereby authorized to conduct the activity for the financing of capital improvement projects for the department of transportation as provided in this section. Such activity and such capital improvement projects are hereby approved for the department of administration for the purposes of subsection (b) of K.S.A. 74-8905 and amendments thereto and the authorization of issuance of one or more series of bonds by the Kansas development finance authority in accordance with that statute or the secretary of administration is hereby authorized to issue department of administration bonds for such capital improvement projects of the department of transportation in accordance with such terms and provisions as may be prescribed by resolution of the secretary of administration.

(b) The secretary of administration shall deposit the moneys received from the issuance of any such bonds for such capital improvement projects in the state highway fund unless otherwise prescribed by applicable bond covenants. All moneys received from the issuance of any such bonds shall be deposited and accounted for as prescribed by applicable bond covenants.

(c) The expenditures from the moneys received from the issuance of any such bonds for such capital improvement projects shall not exceed \$175,000,000 plus all amounts required for costs of bond issuance, capitalized interest and any required reserves for the payment of principal and interest on the bonds.

(d) Debt service for any such bonds for such capital improvement projects shall be financed by appropriations from the state general fund or any appropriate special fund or funds except the state highway fund.

(e) Notwithstanding any other provisions of law, on or before June 30, 2003, the director of accounts and reports shall transfer an amount certified by the director of the budget from the state highway fund to the

1 state general fund, except that the amount transferred from the state
2 highway fund to the state general fund pursuant to this subsection shall
3 be equal to the amount of proceeds of bonds issued for the department
4 of administration for capital improvement projects of the department of
5 transportation less any amounts required for cost of bond issuance, cap-
6 italized interest, and any required reserves for the payment of principal
7 and interest on the bonds.

8 Sec. 2. This act shall take effect and be in force from and after its
9 publication in the Kansas register.

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March 31, 2003

To: House Select Committee on Revenue Amortization Policy
From: Julian Efird, Principal Analyst
Re: Governor's Budget Amendment No. 2: Item 5—Unallocated Tobacco Revenue Accelerator

The Governor proposes to issue \$175.0 million of revenue bonds in FY 2003, and to deposit the proceeds into the State General Fund (SGF) prior to June 30, 2003. A portion of the future anticipated annual revenue from the tobacco settlement would be pledged to reimburse the SGF in amounts which would cover the annual costs of principal and interest on the tax exempt revenue bonds. The Governor's Budget Amendment (GBA) indicates that payments will come from that portion of the tobacco settlement receipts which is currently "unallocated." Under the Kansas statutes governing disposition of tobacco settlement proceeds, revenue initially is deposited into the Kansas Endowment for Youth (KEY) Fund. Each fiscal year moneys may be transferred out of the KEY Fund as appropriated by the Legislature for various purposes. Any money remaining in the KEY Fund after appropriations is considered "unallocated" and may be invested by the Kansas Public Employees Retirement System (KPERs) based on current law.

The Kansas Development Finance Authority (K DFA) would issue bonds on behalf of the Department of Administration, and the bond proceeds would be used to pay for highway capital improvement projects. The Governor's proposal would "accelerate" the accounting of "unallocated" tobacco revenues for the period FY 2005 to FY 2018, and pledge those anticipated revenues in repaying the SGF for \$175.0 million in revenue bonds over the 14-year period. Since the SGF would be pledged to legally make payments on the bonds, the tobacco receipts would reimburse the SGF under the Governor's proposal. The bond issue structure would allow annual projected tobacco receipts to reimburse the SGF for payments. Bonds used for capital improvements are considered to be tax exempt, and could be sold at lower interest rates.

The GBA notes that "securitizing" tobacco settlement receipts is not advantageous in the current bond market. As an alternative, the Governor recommends pledging the SGF to make initial payments, with tobacco receipts reimbursing the SGF, annually. The GBA further notes that if bond market conditions were to change, then tobacco might be "securitized" and "the bonds repayed from the proceeds."

38078(3/31/3{1:35PM})

House Select Committee on Revenue
Amortization Policy
4-01-03
Attachment 2



K A N S A S

OFFICE OF THE GOVERNOR

KATHLEEN SEBELIUS, GOVERNOR

March 27, 2003

The Honorable Steve Morris, Chairperson
Senate Committee on Ways and Means
Room 120-S, Statehouse

and

The Honorable Melvin Neufeld, Chairperson
House Committee on Appropriations
Room 514-S, Statehouse

Dear Senator Morris:

I amend my budget to recommend revenue enhancements to the State General Fund of \$180.0 million for FY 2003 and \$63.0 million for FY 2004. In addition, I amend my budget to reduce FY 2004 expenditures for school finance by \$161.6 million.

1. Property Tax Accelerator

By moving up the second-half payment of property taxes one month, expenditures from the State General Fund in the Department of Education can be lowered by \$161.6 million in FY 2004. Currently, property tax payments from the statewide education mill levy go directly to local school districts, and the state then finances the remaining part of school budgets from the State General Fund. Accelerating second half property tax payments from June to May brings an extra property tax payment to schools, and in that one year, allows a lower payment from the state.

	<u>FY 2003</u>	<u>FY 2004</u>
State General Fund	\$ --	\$ (161,600,000)
All Other Funds	--	--
All Funds	\$ --	\$ (161,600,000)

2. Gaming

The passage of legislation allowing expanded gaming in Kansas can yield \$30.0 million to the State General Fund in FY 2004 and \$75.0 million or more in FY 2005 and beyond.

3. Other Accelerators

By asking all quarterly income tax withholding filers to file monthly, an additional \$9.0 million can be collected in FY 2004. By asking all quarterly sales tax filers to file monthly an additional \$4.0 million can be collected in FY 2004. By changing the two-month lag in remitting mineral tax receipts to one month, an additional \$5.0 million can be collected in FY 2004.

4. Additional Tax Amnesty

In my recommended FY 2003 and FY 2004 budgets, collections from the new amnesty program are planned to total \$12.0 million. An additional \$5.0 million in FY 2003 and \$15.0 million in FY 2004 are possible.

5. Unallocated Tobacco Revenue Accelerator

In FY 2003, \$175.0 million of bonds can be sold and deposited in the State General Fund. The bonds would be repaid with the portion of income from tobacco settlement receipts that currently is unallocated. Tobacco settlement revenue is initially deposited in the Kansas Endowment for Youth (KEY) Fund. An amount specified by law is transferred from the KEY Fund each year and spent through the Children's Initiatives Fund. Under the original law, the leftover or unallocated revenue each year was to be left in the KEY Fund for the future. This proposal would accelerate the unallocated revenue in fiscal years 2005–2018 for use in FY 2003. The statutory transfer amounts to the Children's Initiatives Fund are not affected.

The bond issue would be structured so that the unallocated tobacco settlement receipts would cover the payments. However, legally, the State General Fund would be pledged to make the payments, with the tobacco receipts reimbursing the State General Fund. In order for the bonds to be tax-exempt, they must be spent on capital improvement projects. To accomplish that, K DFA would issue the bonds on behalf of the Department of Administration. The proceeds would be directly used to pay for capital improvement projects (highways) in KDOT. An amount equal to the proceeds would be transferred from the State Highway Fund to the State General Fund. "Securitizing" tobacco settlement receipts is not advantageous in the current bond market. If that were to change, tobacco receipts could be securitized and these bonds repayed from the proceeds.

Following is proposed language for insertion in an appropriations bill that (1) authorizes issuance of the bonds and (2) transfers funds from the State Highway Fund to the State General Fund:

Sec.

(a) In addition to the other purposes for which expenditures may be made by the department of administration from moneys appropriated from the state general fund or from any special revenue fund for fiscal year 2003 and fiscal year 2004 as authorized by this or other appropriation act of the 2003 regular session of the legislature, expenditures may be made by the department of administration from moneys

appropriated from the state general fund or from any special revenue fund for fiscal year 2003 or 2004 to provide for the issuance of bonds by the Kansas development finance authority in accordance with K.S.A. 74-8905 and amendments thereto for capital improvement projects of the Kansas department of transportation: *Provided*, That such capital improvement projects are hereby approved for the department of administration for the purposes of subsection (b) of K.S.A. 74-8905 and amendments thereto and the authorization of the issuance of bonds by the Kansas development finance authority in accordance with that statute or the secretary of administration may issue department of administration bonds for such capital improvement projects of the Kansas department of transportation in accordance with such terms and provisions as may be prescribed by resolution of the secretary of administration: *Provided further*, That the department of administration shall deposit the moneys received from the issuance of any such bonds for such capital improvement projects in the state highway fund unless otherwise prescribed by applicable bond covenants: *Provided, however*, That expenditures from the moneys received from the issuance of any such bonds for such capital improvement projects shall not exceed \$175,000,000 plus all amounts required for costs of bond issuance, capitalized interest, and any required reserves for the payment of principal and interest on the bonds: *And provided further*, That all moneys received from the issuance of any such bonds shall be deposited and accounted for as prescribed by applicable bond covenants: *And provided further*, That debt service for any such bonds for such capital improvement projects shall be financed by appropriations from the state general fund or any appropriate special revenue fund or funds except the state highway fund.

(b) Notwithstanding other provisions of law, on or before June 30, 2003, the director of accounts and reports shall transfer an amount certified by the director of the budget from the state highway fund of the department of transportation to the state general fund: *Provided*, That the amount transferred from the state highway fund to the state general fund pursuant to this subsection shall be equal to the amount of proceeds of bonds issued for the department of administration for capital improvement projects of the Kansas department of transportation less amounts required for cost of bond issuance, capitalized interest, and any required reserves for the payment of principal and interest on the bonds.

Sincerely,



KATHLEEN SEBELIUS
Governor

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April 1, 2003

To: House Select Committee on Revenue Amortization Policy
From: Julian Efird, Principal Analyst
Re: Bonded and Other Governmental Issued Indebtedness in Kansas

The Legislature delegates in statute authority to issue bonds. Among the state and state-level entities with authority to issue bonds and the June 30, 2002, totals outstanding were the following:

Kansas Development Finance Authority (KDFA)	\$ 806,085,256
Kansas Department of Transportation (KDOT)	1,378,050,000
Kansas Turnpike Authority (KTA)	185,405,000
Kansas Rural Water Finance Authority	20,260,000
State Board of Regents	244,437,876
University of Kansas Hospital Authority	0
Subtotal-State	<u>\$ 2,634,238,131</u>

Local units of government also are delegated authority for issuing bonds, temporary notes, and no-fund warrants, with the following June 30, 2002, totals outstanding:

County General	\$ 569,043,499
County Road	52,851,276
Cities	1,742,216,153
Township	1,387,307
School District	2,718,099,727
Hospital District	18,961,689
Drainage District	0
Sewer District	3,412,147
Fire District	6,424,456
Other Special	89,963,979
Revenue Bonds	1,188,836,884
No-Fund Warrants	2,589,299
Temporary Notes	367,310,409
Community Colleges	24,261,869
Industrial Revenue	9,570,798,632
Subtotal - Local	<u>\$ 16,356,157,327</u>
GRAND TOTAL - State and Local	<u>\$ 18,990,395,458</u>

Source: State Treasurer Bond Indebtedness Report as of June 30, 2002

SUMMARY OF BONDS, TEMPORARY NOTES AND NO FUND WARRANTS OF KANSAS MUNICIPALITIES
 BY COUNTY AS REPORTED BY COUNTY CLERKS AND THE STATE OF KANSAS
 PURSUANT TO K.S.A. 10-1007a
 AS OF JUNE, 30, 2002
 TIM SHALLENBURGER, STATE TREASURER

COUNTIES	COUNTY GENERAL	COUNTY ROAD	CITIES	TOWN-SHIP	SCHOOL DISTRICT	HOSPITAL DISTRICT	DRAINAGE DISTRICT	SEWER DISTRICT	FIRE DISTRICT	OTHER SPECIAL	REVENUE BONDS	NO-FUND WARRANTS	TEMPORARY NOTES	JUNIOR COLLEGES	INDUSTRIAL REVENUE	TOTAL
Allen	\$0	\$0	\$11,239,146	\$0	\$8,720,000	\$760,000	\$0	\$0	\$0	\$0	\$320,695	\$0	\$0	\$95,000	\$0	\$21,134,841
Anderson	3,685,000	0	2,484,600	0	4,330,000	0	0	0	0	0	7,241,000	0	0	0	0	17,740,600
Atchison	5,150,000	0	13,525,245	0	9,835,000	0	0	0	0	0	0	0	0	0	11,375,000	39,885,245
Barber	400,000	0	930,000	0	3,245,000	0	0	0	0	0	64,000	0	199,785	0	0	4,838,785
Barton	2,720,000	0	8,467,540	0	39,166,106	0	0	0	0	0	11,276,000	0	0	0	0	61,629,646
Bourbon	2,337,221	0	3,803,709	0	13,120,000	0	0	0	0	0	0	0	7,895,000	3,025,000	6,892,813	37,073,743
Brown	0	0	2,678,800	0	11,675,000	0	0	0	0	0	2,685,000	0	95,000	0	0	17,133,800
Butler	1,125,000	0	59,920,313	538,621	123,330,500	0	0	0	488,952	0	46,511,374	10,000	4,740,000	0	12,690,000	249,354,760
Chase	0	0	338,810	0	2,070,000	0	0	0	0	0	0	0	0	0	0	2,408,810
Chautauqua	179,719	0	1,900,035	0	0	0	0	0	12,500	0	410,000	0	217,600	0	0	2,719,854
Cherokee	0	0	1,902,000	0	3,407,000	0	0	0	0	0	2,632,468	21,611	34,240	0	0	7,997,319
Cheyenne	82,800	0	0	0	0	0	0	0	0	0	0	0	0	0	0	82,800
Clark	0	0	365,000	0	0	735,000	0	0	0	0	0	0	0	0	0	1,100,000
Clay	4,885,000	0	1,940,940	0	6,230,000	0	0	0	0	0	0	0	20,000	0	0	13,075,940
Cloud	175,000	0	3,380,000	0	4,316,815	0	0	0	0	0	2,515,000	33,400	1,930,788	0	0	12,351,003
Coffey	4,545,000	0	1,313,955	0	4,935,000	0	0	0	0	1,567,774	1,264,425	0	0	0	0	13,626,154
Comanche	0	0	290,000	0	0	0	0	0	0	0	0	0	0	0	0	290,000
Cowley	1,070,000	0	17,186,098	0	20,060,000	0	0	0	0	0	8,809,000	88,991	1,935,553	0	19,701,447	68,851,090
Crawford	2,075,000	5,865,000	17,657,097	0	19,854,000	950,000	0	111,000	0	0	5,423,783	0	1,520,000	0	1,375,000	54,830,880
Decatur	301,600	0	1,395,773	0	131,074	0	0	0	0	0	0	0	0	0	0	1,828,447
Dickinson	12,070	1,800,000	8,851,535	0	8,866,550	945,000	0	0	0	0	0	0	2,453,712	0	0	22,928,867
Doniphan	0	10,000	480,000	0	2,135,000	0	0	0	0	0	75,000	0	660,887	1,094,000	0	4,454,887
Douglas	29,295,000	0	73,950,000	0	85,050,000	0	0	0	0	1,354,666	17,727,700	152,025	15,116,704	0	54,305,000	276,951,095
Edwards	0	0	125,000	0	0	0	0	0	0	0	199,594	239,109	116,548	0	735,000	1,415,251
Elk	0	0	563,000	0	1,725,000	0	0	0	0	0	0	7,800	0	0	0	2,295,800
Ellis	0	0	16,757,184	0	5,380,000	0	0	190,000	0	0	5,251,829	0	3,108,190	0	0	30,687,203
Ellsworth	3,290,000	0	3,952,791	0	7,930,000	0	0	0	0	0	2,728,252	0	115,000	0	7,143,000	25,159,043
Finney	17,085,000	0	15,327,000	0	24,555,000	0	0	1,708,500	0	0	670,000	0	690,000	0	23,072,416	83,107,916
Ford	1,930,000	0	12,785,000	482,608	60,355,000	0	0	0	0	0	7,439,492	0	1,950,000	0	16,755,000	101,697,100
Franklin	1,899,600	3,425,000	8,908,571	0	21,725,000	0	0	0	0	0	1,047,000	0	1,338,491	0	0	38,343,662
Geary	1,943,796	0	9,305,000	0	0	0	0	0	0	0	17,097,763	0	0	0	24,559,225	52,905,784
Gove	2,065,000	0	593,140	0	560,000	0	0	0	0	0	65,000	0	0	0	0	3,283,140
Graham	1,400,000	0	210,000	0	0	0	0	0	0	0	111,000	0	293,105	0	0	2,014,105
Grant	2,925,000	0	2,120,000	0	10,288,890	0	0	0	0	0	965,000	0	0	0	0	16,298,890
Gray	0	0	1,555,275	0	7,955,000	0	0	0	0	0	0	0	1,180,000	0	0	10,690,275
Greeley	3,805,000	0	185,000	0	940,000	0	0	0	0	0	64,300	0	0	0	0	4,994,300
Greenwood	80,000	0	4,957,564	0	9,750,000	0	0	0	0	25,000	0	0	0	0	0	14,812,564
Hamilton	1,250,000	0	0	0	7,705,000	0	0	0	0	0	0	37,500	0	0	0	8,992,500
Harper	0	0	2,529,543	0	0	0	0	0	0	0	5,210,000	0	4,427,277	0	5,383,847	17,550,667
Harvey	5,858,076	0	23,869,594	0	30,445,000	0	0	0	0	0	6,300,000	22,500	623,725	0	42,925,441	110,044,335
Haskell	0	0	692,000	0	0	2,870,000	0	0	0	0	0	0	37,948	0	0	3,599,948
Hodgeman	0	0	0	0	0	0	0	0	0	0	990,000	0	0	0	0	990,000
Jackson	1,920,000	0	3,899,184	0	3,580,000	0	0	0	0	0	9,586,196	0	140,000	0	2,198,100	21,323,480
Jefferson	0	3,600,000	2,729,976	0	11,745,000	0	0	390,300	0	0	503,425	616,799	467,229	0	0	20,052,729
Jewell	0	0	299,796	0	0	0	0	0	0	0	0	0	153,060	0	0	452,856
Johnson	219,905,000	0	382,538,669	0	806,233,876	0	0	0	5,165,000	6,865,000	206,633,197	0	77,449,000	2,960,000	1,574,182,898	3,281,932,640
Kearny	1,905,000	0	1,995,000	0	8,450,000	0	0	0	0	0	90,000	0	150,000	0	0	12,590,000
Kiowa	0	0	13,995,000	0	11,050,000	0	0	0	0	0	0	0	0	0	4,961,137	30,006,137
Lincoln	0	0	393,122	0	0	0	0	0	0	0	795,000	243,750	0	0	2,610,000	4,041,872
Lincoln	0	0	10,186,527	0	9,889,933	0	0	0	0	2,828,179	958,000	0	391,744	0	7,650,906	31,905,289
Lane	1,979,107	98,795	296,472	0	605,000	0	0	0	0	0	0	0	0	0	0	2,979,374
Leavenworth	16,475,000	1,680,000	34,244,264	0	56,835,000	0	0	0	0	0	2,150,495	0	11,870,000	0	0	123,254,759
Lincoln	50,000	0	146,964	0	3,120,000	0	0	0	0	0	480,000	16,000	118,066	0	0	3,931,030

SUMMARY OF BONDS, TEMPORARY NOTES AND NO FUND WARRANTS OF KANSAS MUNICIPALITIES
 BY COUNTY AS REPORTED BY COUNTY CLERKS AND THE STATE OF KANSAS
 PURSUANT TO K.S.A. 10-1007a
 AS OF JUNE, 30, 2002
 TIM SHALLENBURGER, STATE TREASURER

COUNTIES	COUNTY GENERAL	COUNTY ROAD	CITIES	TOWN-SHIP	SCHOOL DISTRICT	HOSPITAL DISTRICT	DRAINAGE DISTRICT	SEWER DISTRICT	FIRE DISTRICT	OTHER SPECIAL	REVENUE BONDS	NO-FUND WARRANTS	TEMPORARY NOTES	JUNIOR COLLEGES	INDUSTRIAL REVENUE	TOTAL
Lincoln	0	0	739,400	0	11,044,000	200,000	0	0	0	0	412,131	15,800	100,000	0	0	12,511,331
Logan	0	0	1,165,000	0	0	0	0	0	0	0	39,000	325,375	0	0	0	1,529,375
Lyon	16,425,000	1,280,000	28,945,000	0	53,290,000	0	0	0	0	0	21,310,000	0	720,135	0	27,063,349	149,033,484
Marion	189,260	2,303,877	8,027,433	0	11,602,653	0	0	0	0	475,000	2,049,300	0	48,000	0	0	24,695,523
Marshall	785,000	0	4,614,316	0	8,590,000	0	0	322,300	0	0	0	0	711,650	0	1,000,000	16,023,266
McPherson	5,505,000	0	17,871,198	0	32,610,000	0	0	0	0	0	43,176,943	0	3,807,500	0	102,740,306	205,710,947
Meade	291,337	0	460,000	172,396	0	7,485,000	0	0	0	35,000	210,000	0	9,216	0	0	8,627,948
Miami	8,710,000	0	8,085,000	0	46,585,000	0	0	0	0	0	8,291,484	0	3,862,580	0	5,275,562	7,731,942
Mitchell	81,718	0	2,374,662	0	0	0	0	0	0	0	0	0	0	0	0	7,310,118
Montgomery	0	0	4,605,000	0	23,440,000	0	0	143,000	0	0	34,488,340	0	1,525,000	2,972,854	463,845,764	531,019,958
Morris	1,070,000	0	371,000	0	0	0	0	0	0	0	240,000	0	220,000	0	0	1,444,000
Morton	0	0	213,000	0	6,215,000	0	0	0	0	0	0	0	3,000	0	0	6,888,000
Nemaha	610,140	1,280,000	4,177,329	133,754	1,991,655	0	0	847	0	0	4,950,000	0	508,482	0	0	13,652,207
Neosho	0	370,000	12,627,886	0	2,915,000	0	0	0	0	0	46,187,113	0	0	0	0	62,099,999
Ness	0	0	4,175,000	0	1,205,000	0	0	0	0	0	0	0	34,391	0	0	5,414,391
Norton	1,045,000	348,875	1,108,509	0	0	0	0	0	115,000	0	3,472,239	24,500	0	0	0	29,830,739
Osage	90,000	1,560,000	3,824,000	0	20,745,000	0	0	0	0	0	0	0	0	0	0	3,775,000
Osborne	0	0	1,700,000	0	2,075,000	0	0	0	0	0	65,000	0	110,000	0	0	5,286,718
Ottawa	720,000	0	1,416,718	0	2,975,000	0	0	0	0	0	150,000	0	0	0	2,025,000	7,855,000
Pawnee	0	0	755,000	0	4,925,000	0	0	0	0	0	225,000	0	53,520	0	825,000	5,549,520
Phillips	1,410,000	0	1,446,000	0	1,590,000	0	0	0	0	0	3,270,000	0	520,000	0	0	21,034,463
Pottawatomie	2,523,429	0	5,806,034	0	6,515,000	2,400,000	0	0	0	0	26,330,000	0	1,764,499	940,000	0	34,379,499
Pratt	555,000	0	4,790,000	0	0	965,000	0	0	0	0	0	0	0	0	0	1,982,422
Rawlins	110,000	0	907,422	0	0	0	0	0	0	0	0	0	0	0	0	1,517,308
Reno	3,375,000	0	36,709,829	0	42,680,000	0	0	546,200	372,000	1,930,200	6,958,000	0	7,702,000	4,410,000	46,889,079	151,572,308
Republic	1,485,000	170,000	130,000	0	645,000	0	0	0	0	1,648,000	2,307,000	0	37,000	0	0	6,422,000
Rice	0	1,985,000	3,864,300	0	7,273,000	510,000	0	0	0	0	0	0	0	0	0	13,632,300
Riley	10,140,000	0	59,365,305	0	26,954,375	0	0	0	0	160,655	10,139,400	0	7,311,108	0	0	114,070,843
Rooks	125,026	0	1,991,960	0	120,000	1,091,689	0	0	0	0	0	0	0	0	265,000	3,593,675
Rush	1,460,000	0	873,140	0	0	0	0	0	0	0	64,000	260,000	0	0	0	2,657,140
Russell	45,000	0	3,783,000	0	0	0	0	0	0	0	2,225,000	0	0	0	905,000	6,958,000
Saline	1,170,000	0	21,542,600	0	94,470,000	0	0	0	0	5,185,000	20,838,007	0	4,925,000	0	47,652,792	195,783,399
Scott	2,110,000	0	2,190,000	0	15,680,000	0	0	0	0	0	0	0	0	0	0	19,980,000
Sedgewick	74,375,000	22,080,000	422,183,656	0	367,094,300	0	0	0	0	46,129,505	195,488,954	0	80,119,500	0	5,278,276,131	6,485,747,046
Seward	10,367,886	0	24,646,648	0	28,505,000	0	0	0	0	0	6,134,000	0	145,000	4,145,015	1,309,835	75,253,384
Shawnee	48,680,000	0	115,671,196	0	145,515,000	0	0	0	0	21,760,000	67,060,000	288,000	22,055,000	0	169,244,912	590,274,108
Sheridan	670,000	0	294,500	0	0	0	0	0	0	0	0	0	0	0	0	964,500
Sherman	1,094,860	0	5,378,591	0	0	0	0	0	0	0	0	135,000	0	0	0	6,608,451
Smith	0	0	1,194,921	0	0	0	0	0	0	0	61,000	0	0	0	0	1,255,921
Stafford	0	0	186,472	0	4,045,000	0	0	0	0	0	755,000	0	0	0	0	4,986,472
Stanton	1,500,000	0	640,000	0	0	0	0	0	0	0	0	0	0	0	0	2,140,000
Stevens	3,325,000	1,996,664	1,099,848	0	0	0	0	0	0	0	1,465,000	0	1,602,702	0	0	9,489,213
Sumner	1,740,000	0	13,861,001	0	53,475,000	30,000	0	0	0	0	31,300,000	0	1,458,846	0	400,310	102,265,157
Thomas	110,000	0	1,060,000	59,928	5,585,000	0	0	0	0	0	2,879,875	27,566	37,123	0	9,180,000	18,939,492
Trego	1,000,000	293,065	122,000	0	2,900,000	0	0	200,000	0	0	130,000	0	4,750	0	0	4,649,815
Wabaunsee	123,651	1,840,000	3,050,469	0	6,900,000	0	0	71,004	0	0	415,000	17,105	2,100,080	0	799,000	15,316,309
Wallace	95,000	0	56,000	0	2,355,000	0	0	0	0	0	0	0	0	0	0	2,506,000
Washington	326,463	865,000	694,541	0	3,235,000	20,000	0	0	0	0	38,605	0	150,000	0	0	5,329,609
Wichita	2,555,741	0	0	0	0	0	0	0	0	0	5,158,175	0	4,291	0	3,695,000	20,164,838
Willson	30,000	0	7,032,372	0	4,245,000	0	0	0	0	0	23,509	0	200,422	0	0	944,765
Woodson	0	0	720,834	0	0	0	0	0	0	0	0	0	0	0	0	720,834
Wyandotte	19,215,000	0	103,506,832	0	196,810,000	0	0	0	0	0	263,581,539	0	83,607,089	4,620,000	1,590,890,362	2,262,230,822
SUB-TOTALS	569,043,499	52,851,276	1,742,216,153	1,387,307	2,718,099,727	18,961,689	0	3,412,147	6,424,456	89,963,979	1,188,836,884	2,589,299	367,310,409	24,261,869	9,570,798,632	16,356,157,327
State Schools																244,437,876
Kansas Department of Transportation																1,378,050,000
Kansas Development Finance Authority																806,085,256
Kansas Rural Water Finance Authority																20,260,000
Kansas Turnpike Authority																185,405,000
TOTALS	\$569,043,499	\$52,851,276	\$1,742,216,153	\$1,387,307	\$2,718,099,727	\$18,961,689	\$0	\$3,412,147	\$6,424,456	\$89,963,979	\$1,188,836,884	\$2,589,299	\$367,310,409	\$24,261,869	\$9,570,798,632	\$18,990,395,458

** CITY OF CHANUTE DID NOT REPORT INDUSTRIAL REVENUE ISSUES
 This report has been compiled by the Office of the State Treasurer in accordance with K.S.A. 10-1007a from amounts provided by the respective county clerks and other appropriate parties;

therefore, this office, cannot give any form of assurance as to the completeness and/or accuracy of the amounts reported.

The Governor's
Budget
Report

Volume 1

**Descriptions
and
Budget Schedules**

Fiscal Year 2004

Debt Service

Debt Policies & Practices

The State of Kansas uses debt instruments to finance a portion of its capital expenditures. The Kansas Development Finance Authority issues revenue bonds for most capital projects of state agencies, with the exception of the Kansas Department of Transportation, which issues debt to finance highway and other transportation projects. The Pooled Money Investment Board has issued loans for capital improvements in the past, but the debt for some of these is still outstanding. In addition, the Department of Administration administers a master lease purchase, third party financing program that can be used to acquire most types of capital equipment.

KDFA was created by the Legislature in 1987 as an independent instrumentality of the state, rather than as a state agency, and is charged by the Legislature with providing access to the capital markets to state agencies and other public and private organizations. KDFA accomplishes this purpose in part by issuing debt to fund capital improvements and certain public purpose programs. KDFA has issued debt for local government projects, acquisition and renovation of state office space, construction and renovation of state university facilities, prison construction and expansion, energy conservation improvements, and the IMPACT business development program administered by the Kansas Department of Commerce and Housing.

Provisions in the *Kansas Constitution* allow for the issuance of general obligation bonds subject to certain restrictions. No bonds have been issued under these provisions for decades. No other provisions in the constitution or state law limit the amount of debt that can be issued for Kansas agencies. As of June 30, 2002, various state agencies had legislatively authorized but unissued debt of \$286,255,884. Although the amount of debt for financing capital improvement projects has increased in the past several years, it still constitutes a small part of the overall state budget. Of the 50 states, Kansas has been ranked among the lowest in per capita debt according to the *Statistical Abstract of the United States*. For this reason, the state has not needed financial control mechanisms, such as debt ceilings.

Ratings

Although the state has no general obligation debt, and thus no general obligation debt rating, many recent bond issues have been rated, and KDFA works with the ratings agencies to facilitate the "shadow" credit rating, which is currently a "AA+" rating awarded by Standard & Poor's, and an issuer rating of Aa1 by Moodys. Standard & Poor's credit rating reflects the state's general creditworthiness. Credit factors include continued economic diversification, a very low debt burden, and conservative fiscal management.

Moodys Aa1 rating is an initial rating, which may be characterized as an implicit general obligation rating that reflects the state's history of favorable financial management, the strength and stability of the Kansas economy, and low debt levels. The rating is based on a demonstrated trend of responding to budget pressure in a prompt manner and adjusting revenues and expenditures as needed in order to maintain structural budget balance. Although the AA+ credit rating was not lowered, Standard and Poor's recently placed Kansas in a "negative watch" category, principally because of diminished ending balances and the abnormally high use of one-time money in the FY 2003 budget.

Major Debt Projects

Following are brief descriptions of selected projects that are debt financed, including new projects and the status of existing projects:

Department of Administration

Statehouse Renovation. The 2000 Legislature approved an issuance of bonds totaling \$40.0 million for renovation of the Statehouse, starting with the east wing. In addition, the 2001 Legislature, with the approval of the State Finance Council, authorized the issuance of another \$15.0 million for a parking garage. This authorization brings the total debt outstanding on the project to \$55.0 million. The debt service totals \$3,174,756, all from the State General Fund, for FY 2003 based on the first \$40.0 million. The debt

service on the additional bonds for the garage equals \$1,249,896 for FY 2004, which brings the total for FY 2004 to \$4,424,652.

Renovation of the SBG Building. In December 1999, the State Finance Council authorized acquisition of the building at 7th and Harrison in Topeka formerly owned by the Security Benefit Group. The 2002 Legislature authorized the issuance of \$10,850,000 plus financing costs to renovate the building in preparation for relocation of the Department of Transportation from the Docking State Office Building to this facility. The state took possession of the building in April 2002; the bonds were issued September 2002; and the work is scheduled to be completed in FY 2004. The first debt service payment is anticipated to occur in FY 2005, which will be paid by the Division of Facilities Management with the rent KDOT will pay as a tenant of the building.

Department of Health & Environment

Vital Statistics Database. The agency was given approval to establish a KDFA-assisted project to re-engineer the Vital Statistics Integrated Information System (VSIIS) in order to avoid the loss of data as a result of obsolete software and hardware. The project is estimated to cost \$3.4 million over an eight-year period. The first, or planning, phase has been completed. The second phase, acceptance of the upgrade of the optical disk imaging system, was completed in August 2002. Proposals from seven vendors have been received for the third phase of the project. The first bond payments have been budgeted for FY 2003, consisting of \$330,000 toward the principal, and \$167,920 toward interest.

Department of Human Resources

Headquarters. The Department of Human Resources' headquarters at 401 SW Topeka Boulevard was built in 1951, with the last major renovation in 1978. Bonds to finance a modern renovation of the building have been issued and the Governor recommends debt payments in both FY 2003 and 2004 to repay the bonds. The debt payment in FY 2003 includes \$180,000 for principal and \$208,520 for interest. In FY 2004, the payment is \$212,718 for

principal and \$200,000 for interest. These payments are financed by program funds in the same proportion as the occupants of the building are financed. Part of these program funds comes from the State General Fund: \$22,517 in FY 2003 and \$22,858 in FY 2004. The balance of the financing comes from federal and fee funds.

Department of Social & Rehabilitation Services

State Security Hospital. The 2002 Legislature authorized the Department of Social and Rehabilitation Services to issue bonds to finance the construction of a new state security hospital on the Larned State Hospital grounds. The security hospital will replace three separate buildings used to house individuals undergoing psychological evaluations or those committed to the security hospital from the courts or the Department of Corrections. The bond issuance of \$50,120,884 will provide funds to build a facility with up to 250 beds for security patients and a new allied clinical unit to serve other patients from Larned State Hospital. Construction is scheduled to begin during FY 2003 and be completed by July 2004. The Governor's recommendation for FY 2004 includes \$2,125,000 from the State Institutions Building Fund for the first principal payment on the revenue bonds. The interest payment totals \$1,381,316 from the same source.

Board of Regents

Research Initiative. During the 2002 Legislative Session, the \$120.0 million Research Initiative was approved to construct or improve research facilities at the four largest state universities. Bonds have begun to be issued and debt service will begin in FY 2005. The state is responsible for the first five years of debt service at a total cost of \$50.0 million. After that time the universities will assume responsibility for the debt service. The projects include construction of a life sciences research center at the KU Medical Center and a food safety research facility at Kansas State University. The projects also include expansion of an existing engineering complex at Wichita State University and equipping a newly purchased research building at the University of Kansas.

Adjutant General

State Armories Renovation Project. The Adjutant General's Department was authorized by the 2000 Legislature to issue \$22.0 million in bonds to fund the Armory Rehabilitation Plan over a five-year period. The plan will rehabilitate selected existing state-owned armories, construct certain replacement armories, and relinquish to communities armories that are no longer required to meet the agency's needs. The agency issued \$2.0 million in November 2000 and another \$2.0 million in November 2001. The Governor recommends \$382,829 in FY 2004 from the State General Fund to finance the debt service on both issues of bonds. Of the recommendation, \$215,000 will be for principal and \$167,829 for interest.

Juvenile Justice Authority

Facility Construction & Expansion. The Governor recommends \$1,625,000 from the State Institutions Building Fund (SIBF) for the principal portion of the bonds issued for construction and expansion of juvenile correctional facilities for FY 2004. Interest payments total \$2,372,263. Bonds were issued in FY 2002 to build a 225-bed facility adjacent to the Topeka Juvenile Correctional Facility, a 152-bed facility at Larned, and a living unit at the Beloit Facility for maximum-security rooms. The 2000 Legislature approved \$60.0 million: \$5.5 million from the Violent Offender Incarceration/Truth-in-Sentencing federal grant, \$4.5 million from the SIBF, and \$50.0 million in bonds. The Beloit conversion was completed in May 2002. The Larned Facility is scheduled to open in July 2003 and the Topeka Facility in July 2004.

Kansas State Fair

Master Plan Improvements. In FY 2002, the Kansas State Fair was authorized to issue bonds through the

Kansas Development Finance Authority not to exceed \$29.0 million for capital improvements subject to State Finance Council approval. The financing will allow the State Fair Board to make extensive improvements to the Fairgrounds in Hutchinson, as specified in the Board's capital improvement master plan. In September 2001, the Finance Council approved the issuance of \$17.5 million of the \$29.0 million authorized, plus issuance costs, for a total of \$17,860,000. For FY 2003 and FY 2004, the debt service will be \$559,575 and \$1,238,103, respectively. No State General Fund money will be used in FY 2003 to finance the State Fair's debt service because the City of Hutchinson and special revenue funds of the State Fair will provide the financing. However, \$538,103 from the State General Fund will be used in FY 2004.

Department of Transportation

Comprehensive Transportation Program. The 1999 Kansas Legislature approved the Comprehensive Transportation Program (CTP) to continue improving and developing transportation in Kansas, especially the State Highway System. As part of the CTP, the Secretary of Transportation was authorized to issue \$995.0 million in new bonds between FY 1999 and FY 2010. An additional \$277.0 million in bonds was approved by the 2001 Legislature, bringing the total to \$1,272.0 million.

Bonds issued under the CTP will be retired with revenues from increased motor fuel taxes, motor vehicle registration fees, and an increase in the sales tax transfer from the State General Fund. The first \$325.0 million in CTP bonds was issued in FY 2000. The most recent CTP bonds were issued by KDOT in FY 2001 in the amount of \$350.0 million. No portion of the remaining unissued debt of \$597.0 million is planned to be issued in FY 2003 or FY 2004.

Indebtedness of the State

	<u>FY 2001 Actual</u>	<u>FY 2002 Actual</u>	<u>FY 2003 Estimate</u>	<u>FY 2004 Estimate</u>	<u>Prin. Balance June 30, 2004 Estimate</u>
Bonds					
Dept. of Administration*					
Principal	9,919,012	30,322,737	12,157,865	12,157,865	110,531,828
Interest	3,152,239	4,224,228	7,338,273	6,700,241	--
Dept. of Commerce & Housing					
Principal	5,275,000	7,560,000	7,715,000	8,565,000	51,755,000
Interest	2,149,428	2,873,263	3,033,216	2,684,484	--
Insurance Dept.					
Principal	115,000	120,000	130,000	140,000	585,000
Interest	66,948	59,925	52,483	44,300	--
Total--General Government	\$ 20,677,627	\$ 45,160,152	\$ 30,426,836	\$ 30,291,889	\$ 162,871,828
Dept. of Social & Rehabilitation Services					
Principal	315,000	5,655,000	--	--	--
Interest	366,058	174,209	--	--	--
Dept. of Human Resources					
Principal	--	--	25,000	60,000	1,635,000
Interest	--	--	107,448	74,460	--
Dept. of Health & Environment					
Principal	7,955,000	101,875,000	13,225,000	16,230,000	432,770,000
Interest	18,976,484	21,260,169	23,198,151	22,725,078	--
Total--Human Resources	\$ 27,612,542	\$ 128,964,378	\$ 36,555,599	\$ 39,089,538	\$ 434,405,000
Kansas Board of Regents					
Principal	37,700,000	9,000,000	9,360,000	9,805,000	98,735,588
Interest	6,533,340	6,752,762	5,636,989	5,193,978	--
Emporia State University					
Principal	2,031,000	441,000	461,000	471,000	4,388,329
Interest	125,613	215,970	201,313	188,120	--
Fort Hays State University					
Principal	180,000	195,000	205,000	210,000	1,695,000
Interest	149,045	138,763	127,520	115,470	--
Kansas State University					
Principal	9,360,000	2,100,000	2,145,000	2,245,000	19,275,000
Interest	1,462,224	1,160,680	1,131,908	1,037,388	--
Pittsburg State University					
Principal	305,000	320,000	335,000	350,000	8,540,000
Interest	467,264	453,875	439,385	423,895	--
University of Kansas					
Principal	7,625,000	4,145,000	2,855,000	3,245,000	54,020,000
Interest	1,877,018	1,641,862	2,818,872	2,609,650	--
University of Kansas Medical Center					
Principal	575,000	585,000	455,000	470,000	8,005,000
Interest	133,095	309,937	396,278	386,708	--
Wichita State University					
Principal	565,000	570,000	600,000	630,000	16,300,000
Interest	1,011,464	1,024,276	996,506	966,406	--
Total--Education	\$ 70,100,061	\$ 29,054,125	\$ 28,164,770	\$ 28,347,614	\$ 210,958,917

*Dept. of Administration includes the master lease for financing capital outlay equipment.

Adjutant General						
Principal	--	100,000	175,000	215,000	3,610,000	
Interest	49,405	96,635	207,828	166,053	--	
Dept. of Corrections						
Principal	8,140,000	31,195,000	10,735,000	9,240,000	43,360,000	
Interest	3,908,206	2,941,034	2,794,238	2,369,846	--	
Juvenile Justice Authority						
Principal	--	1,615,000	1,975,000	2,060,000	48,545,000	
Interest	--	2,934,149	2,625,448	2,537,748	--	
Highway Patrol						
Principal	325,000	3,920,000	385,000	405,000	1,810,000	
Interest	227,645	199,435	117,363	101,000	--	
Kansas Bureau of Investigation						
Principal	180,000	190,000	205,000	210,000	1,590,000	
Interest	125,955	116,703	106,575	95,680	--	
Total--Public Safety	\$ 12,956,211	\$ 43,307,955	\$ 19,326,451	\$ 17,400,326	\$ 98,915,000	
State Fair Board						
Principal	--	--	--	630,000	16,940,000	
Interest	--	--	1,105,514	770,913	--	
Total--Agriculture & Natural Resources	\$ --	\$ --	\$ 1,105,514	\$ 1,400,913	\$ 16,940,000	
Dept. of Transportation						
Principal	42,945,000	45,095,000	538,800,000	56,785,000	1,302,070,000	
Interest	66,596,152	68,511,049	67,920,695	62,307,726	--	
Total--Transportation	\$ 109,541,152	\$ 113,606,049	\$ 606,720,695	\$ 119,092,726	\$1,302,070,000	
Total						
Principal	\$ 133,510,012	\$ 245,003,737	\$ 601,943,865	\$ 124,123,865	\$2,226,160,745	
Interest	\$ 107,377,581	\$ 115,088,923	\$ 120,355,999	\$ 111,499,141	--	
Total Bonded Indebtedness	\$ 240,887,593	\$ 360,092,660	\$ 722,299,864	\$ 235,623,005	\$ 2,226,160,745	

Loans Outstanding--Pooled Money Investment Board

Dept. of Administration						
Principal	1,033,394	1,058,647	1,105,562	713,079	2,220,555	
Interest	414,321	344,650	208,104	201,832	--	
Kansas State University						
Principal	173,665	182,973	207,411	216,377	649,132	
Interest	76,624	67,316	18,240	--	--	
Kansas Water Office						
Principal	187,751	199,511	221,992	217,447	471,430	
Interest	73,344	59,516	15,485	37,888	--	
Total						
Principal	\$ 1,394,809	\$ 1,441,131	\$ 1,534,965	\$ 1,146,903	\$ 3,341,117	
Interest	\$ 564,290	\$ 471,482	\$ 241,829	\$ 239,720	--	
Total PMIB Loans	\$ 1,959,099	\$ 1,912,613	\$ 1,776,794	\$ 1,386,623	\$ 3,341,117	

Source: Kansas Development Finance Authority

Kansas State Department of Education
School District Bonds State Totals

	# OF SCHOOL BOND ELECTIONS HELD	# OF BOND ELECTIONS WHICH PASSED	# OF ELECTIONS USING MAIL BALLOTS	TOTAL BOND AMOUNT APPROVED IN ELECTIONS	OUTSTANDING BOND OBLIGATIONS ON JULY 1	BONDS ISSUED DURING YEAR	BONDS RETIRED DURING YEAR	OUTSTANDING BOND OBLIGATIONS ON JUNE 30
1993-1994	36	20	6	429,623,851	752,787,438	266,487,096	77,801,654	941,472,880
1994-1995	44	22	4	179,417,012	949,656,633	263,545,000	52,960,708	1,160,240,925
1995-1996	26	13	1	114,055,500	1,163,587,942	124,596,500	74,444,323	1,213,740,119
1996-1997	30	15	1	134,214,000	1,218,422,896	219,659,374	85,524,208	1,352,558,062
1997-1998	27	18	8	500,100,907	1,373,401,504	372,585,000	110,704,159	1,635,282,345
1998-1999	43	16	5	343,104,546	1,807,144,164	421,084,887	161,763,767	2,066,465,284
1999-2000	30	15	4	399,261,951	2,009,253,815	279,191,952	110,949,654	2,177,496,113
2000-2001	28	25	0	680,933,412	2,048,059,500	495,833,522	111,302,825	2,432,590,197

2001-2002

2,766,000,000

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL BALLOT USED					
ALLEN		001						
MARMATON VALLEY	D0256	-	-	-	2,125,000	-	70,000	2,055,000
IOLA	D0257	-	-	-	4,820,000	-	395,000	4,425,000
HUMBOLDT	D0258	-	-	-	3,350,000	-	135,000	3,215,000
ANDERSON		002						
GARNETT	D0365	-	-	-	5,020,000	-	335,000	4,685,000
CREST	D0479	-	-	-	-	-	-	-
ATCHISON		003						
ATCHISON CO COM	D0377	-	-	-	-	-	-	-
ATCHISON PUBLIC	D0409	-	-	-	10,100,000	-	335,000	9,765,000
BARBER		004						
BARBER COUNTY N	D0254	-	-	-	3,300,000	-	-	3,300,000
SOUTH BARBER	D0255	-	-	-	-	-	-	-
BARTON		005						
CLAFLIN	D0354	YES	-	250,000	-	250,000	-	250,000
ELLINWOOD PUBLI	D0355	-	-	-	6,188,000	-	-	6,188,000
GREAT BEND	D0428	-	-	-	21,560,000	-	615,000	20,945,000
HOISINGTON	D0431	YES	-	12,058,106	490,000	12,058,106	325,000	12,223,106
BOURBON		006						
FORT SCOTT	D0234	-	-	-	11,570,000	-	445,000	11,125,000
UNIONTOWN	D0235	-	-	-	2,000,000	-	-	2,000,000
BROWN		007						
HIAWATHA	D0415	-	-	-	7,190,000	-	130,000	7,060,000
SOUTH BROWN COU	D0430	-	-	-	5,120,000	-	150,000	4,970,000
BUTLER		008						
BLUESTEM	D0205	-	-	-	6,780,000	-	105,000	6,675,000
REMINGTON-WHITE	D0206	-	-	-	-	-	-	-
CIRCLE	D0375	-	-	-	9,300,000	9,300,000	120,000	18,480,000
ANDOVER	D0385	-	-	-	50,565,000	17,275,000	914,500	66,925,500
ROSE HILL PUBLI	D0394	-	-	-	6,665,000	-	-	6,665,000
DOUGLASS PUBLIC	D0396	-	-	-	8,075,000	-	110,000	7,965,000
AUGUSTA	D0402	-	-	-	13,830,000	-	745,000	13,085,000
EL DORADO	D0490	-	-	-	2,530,000	-	330,000	2,200,000
FLINTHILLS	D0492	YES	-	3,893,000	-	3,890,000	-	3,890,000
CHASE		009						
CHASE COUNTY	D0284	-	-	-	2,235,000	-	80,000	2,155,000
CHAUTAUQUA		010						
CEDAR VALE	D0285	-	-	-	-	-	-	-
CHAUTAUQUA COUN	D0286	-	-	-	-	-	-	-

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL BALLOT USED					
CHEROKEE 011								
RIVERTON	D0404	-	-	-	750,000	-	-	750,000
COLUMBUS	D0493	-	-	-	997,000	-	285,000	712,000
GALENA	D0499	-	-	-	3,000,000	-	155,000	2,845,000
BAXTER SPRINGS	D0508	-	-	-	-	-	-	-
CHEYENNE 012								
CHEYLIN	D0103	-	-	-	-	-	-	-
ST FRANCIS COMM	D0297	-	-	-	-	-	-	-
CLARK 013								
MINNEOLA	D0219	-	-	-	-	-	-	-
ASHLAND	D0220	-	-	-	-	-	-	-
CLAY 014								
CLAY CENTER	D0379	YES	-	6,230,000	615,000	6,230,000	465,000	6,380,000
CLOUD 015								
CONCORDIA	D0333	-	-	-	4,630,000	-	210,000	4,420,000
SOUTHERN CLOUD	D0334	-	-	-	-	-	-	-
COFFEY 016								
LEBO-WAVERLY	D0243	-	-	-	4,970,000	-	-	4,970,000
BURLINGTON	D0244	-	-	-	-	-	-	-
LEROY-GRIDLEY	D0245	-	-	-	-	-	-	-
COMANCHE 017								
COMANCHE COUNTY	D0300	-	-	-	-	-	-	-
COWLEY 018								
CENTRAL	D0462	-	-	-	4,200,000	-	75,000	4,125,000
UDALL	D0463	-	-	-	2,495,000	-	120,000	2,375,000
WINFIELD	D0465	-	-	-	4,200,000	-	595,000	3,605,000
USD 470 COWLEY	D0470	-	-	-	11,370,000	-	350,000	11,020,000
DEXTER	D0471	-	-	-	-	-	-	-
CRAWFORD 019								
NORTHEAST	D0246	-	-	-	-	-	-	-
CHEROKEE	D0247	-	-	-	-	-	-	-
GIRARD	D0248	-	-	-	2,625,000	-	185,000	2,440,000
FRONTENAC PUBLI	D0249	-	-	-	1,555,000	-	80,000	1,475,000
PITTSBURG	D0250	YES	-	11,950,000	-	11,950,000	-	11,950,000
DECATUR 020								
OBERLIN	D0294	YES	-	5,613,000	-	-	-	-
PRAIRIE HEIGHTS	D0295	-	-	-	-	-	-	-

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL BALLOT USED					
DICKINSON		021						
SOLOMON	D0393	-	-	-	3,899,127	-	265,597	3,633,530
ABILENE	D0435	-	-	-	925,000	-	265,000	660,000
CHAPMAN	D0473	-	-	-	1,000,000	-	-	1,000,000
RURAL VISTA	D0481	-	-	-	3,750,000	-	80,000	3,670,000
HERINGTON	D0487	-	-	-	-	-	-	-
DONIPHAN		022						
WATHENA	D0406	-	-	-	-	-	-	-
HIGHLAND	D0425	-	-	-	-	-	-	-
TROY PUBLIC SCH	D0429	-	-	-	-	-	-	-
MIDWAY SCHOOLS	D0433	-	-	-	-	-	-	-
ELWOOD	D0486	-	-	-	2,200,000	-	-	2,200,000
DOUGLAS		023						
BALDWIN CITY	D0348	-	-	-	8,020,000	-	550,000	7,470,000
EUDORA	D0491	-	-	-	5,580,000	-	430,000	5,150,000
LAWRENCE	D0497	-	-	-	73,185,000	-	3,285,000	69,900,000
EDWARDS		024						
KINSLEY-OFFERLE	D0347	-	-	-	-	-	-	-
LEWIS	D0502	-	-	-	-	-	-	-
ELK		025						
WEST ELK	D0282	-	-	-	-	-	-	-
ELK VALLEY	D0283	-	-	-	1,800,000	-	15,000	1,785,000
ELLIS		026						
ELLIS	D0388	-	-	-	-	-	-	-
VICTORIA	D0432	-	-	-	-	-	-	-
HAYS	D0489	-	-	-	6,115,000	-	410,000	5,705,000
ELLSWORTH		027						
ELLSWORTH	D0327	-	-	-	550,000	-	195,000	355,000
LORRAINE	D0328	-	-	-	8,360,000	-	280,000	8,080,000
FINNEY		028						
HOLCOMB	D0363	-	-	-	12,330,000	-	390,000	11,940,000
GARDEN CITY	D0457	YES	-	-	18,735,000	-	2,685,000	16,050,000
FORD		029						
SPEARVILLE	D0381	-	-	-	3,535,000	-	25,000	3,510,000
DODGE CITY	D0443	-	-	-	58,910,000	-	860,000	58,050,000
BUCKLIN	D0459	-	-	-	70,000	-	35,000	35,000
FRANKLIN		030						
WEST FRANKLIN	D0287	-	-	-	-	-	-	-
CENTRAL HEIGHTS	D0288	-	-	-	190,000	-	-	190,000
WELLSVILLE	D0289	YES	-	8,700,000	890,000	8,700,000	125,000	9,465,000
OTTAWA	D0290	-	-	-	13,470,000	-	590,000	12,880,000

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL	MAIL	IF PASSED,	OUTSTANDING	ISSUED	RETIRED	OUTSTANDING
		BOND	BALLOT	TOTAL ISSUE				
		ELECTION	USED	IN YEAR	ON JULY 1	DURING YEAR	DURING YEAR	ON JUNE 30
		HELD						
GEARY		031						
JUNCTION CITY	D0475	-	-	-	-	-	-	-
GOVE		032						
GRINNELL PUBLIC	D0291	-	-	-	-	-	-	-
WHEATLAND	D0292	-	-	-	-	-	-	-
QUINTER PUBLIC	D0293	-	-	-	745,000	-	90,000	655,000
GRAHAM		033						
WEST GRAHAM-MOR	D0280	-	-	-	-	-	-	-
HILL CITY	D0281	-	-	-	-	-	-	-
GRANT		034						
ULYSSES	D0214	YES	-	10,288,890	-	9,800,000	-	9,800,000
GRAY		035						
CIMARRON-ENSIGN	D0102	-	-	-	4,910,000	-	270,000	4,640,000
MONTEZUMA	D0371	YES	-	3,600,000	-	3,600,000	-	3,600,000
COPELAND	D0476	-	-	-	-	-	-	-
INGALLS	D0477	-	-	-	-	-	-	-
GREELEY		036						
GREELEY COUNTY	D0200	-	-	-	1,170,000	-	120,000	1,050,000
GREENWOOD		037						
MADISON-VIRGIL	D0386	-	-	-	40,000	-	40,000	-
EUREKA	D0389	-	-	-	9,750,000	-	-	9,750,000
HAMILTON	D0390	-	-	-	-	-	-	-
HAMILTON		038						
SYRACUSE	D0494	-	-	-	7,850,000	-	145,000	7,705,000
HARPER		039						
ANTHONY-HARPER	D0361	-	-	-	-	-	-	-
ATTICA	D0511	-	-	-	-	-	-	-
HARVEY		040						
BURRTON	D0369	-	-	-	1,215,000	-	50,000	1,165,000
NEWTON	D0373	-	-	-	27,855,000	-	565,000	27,290,000
SEDGWICK PUBLIC	D0439	-	-	-	2,960,000	-	160,000	2,800,000
HALSTEAD	D0440	-	-	-	-	-	-	-
HESSTON	D0460	-	-	-	710,000	-	225,000	485,000
HASKELL		041						
SUBLETTE	D0374	YES	-	7,400,000	-	7,400,000	-	7,400,000
SATANTA	D0507	-	-	-	-	-	-	-
HODGEMAN		042						
JETMORE	D0227	-	-	-	-	-	-	-
HANSTON	D0228	-	-	-	-	-	-	-

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		BOND ELECTION HELD	MAIL BALLOT USED					
JACKSON 043								
NORTH JACKSON	D0335	-	-	-	-	-	-	-
HOLTON	D0336	-	-	-	4,075,000	-	240,000	3,835,000
ROYAL VALLEY	D0337	-	-	-	-	-	-	-
JEFFERSON 044								
VALLEY FALLS	D0338	-	-	-	-	-	-	-
JEFFERSON COUNT	D0339	-	-	-	4,965,000	-	195,000	4,770,000
JEFFERSON WEST	D0340	-	-	-	5,825,000	-	-	5,825,000
OSKALOOSA PUBLI	D0341	-	-	-	-	-	-	-
MCLOUTH	D0342	-	-	-	15,000	-	15,000	-
PERRY PUBLIC SC	D0343	-	-	-	2,040,000	-	190,000	1,850,000
JEWELL 045								
WHITE ROCK	D0104	-	-	-	-	-	-	-
MANKATO	D0278	-	-	-	-	-	-	-
JEWELL	D0279	-	-	-	-	-	-	-
JOHNSON 046								
BLUE VALLEY	D0229	-	-	-	241,903,477	60,000,000	16,983,320	284,920,157
SPRING HILL	D0230	YES	-	-	13,035,000	-	605,000	12,430,000
GARDNER-EDGERTO	D0231	-	-	-	51,740,000	11,770,000	1,000,000	62,510,000
DESOTO	D0232	-	-	-	65,960,000	18,900,000	14,460,000	70,400,000
OLATHE	D0233	YES	-	60,000,000	198,943,876	32,000,000	13,500,000	217,443,876
SHAWNEE MISSION	D0512	-	-	-	146,705,000	-	6,100,000	140,605,000
KEARNY 047								
LAKIN	D0215	-	-	-	9,400,000	-	450,000	8,950,000
DEERFIELD	D0216	-	-	-	256,000	-	256,000	-
KINGMAN 048								
KINGMAN-NORWICH	D0331	-	-	-	11,050,000	-	-	11,050,000
CUNNINGHAM	D0332	-	-	-	-	-	-	-
KIOWA 049								
GREENSBURG	D0422	-	-	-	-	-	-	-
MULLINVILLE	D0424	-	-	-	-	-	-	-
HAVILAND	D0474	-	-	-	-	-	-	-
LABETTE 050								
PARSONS	D0503	-	-	-	6,300,000	-	65,000	6,235,000
OSWEGO	D0504	-	-	-	2,790,000	-	140,000	2,650,000
CHETOPA	D0505	-	-	-	-	-	-	-
LABETTE COUNTY	D0506	-	-	-	-	-	-	-
LANE 051								
HEALY PUBLIC SC	D0468	-	-	-	-	-	-	-
DIGHTON	D0482	-	-	-	905,000	-	145,000	760,000

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL BALLOT USED					
LEAVENWORTH 052								
FT LEAVENWORTH	D0207	-	-	-	-	-	-	-
EASTON	D0449	-	-	-	1,865,000	-	90,000	1,775,000
LEAVENWORTH	D0453	-	-	-	21,340,000	-	-	21,340,000
BASEHOR-LINWOOD	D0458	-	-	-	16,750,000	-	230,000	16,520,000
TONGANOXIE	D0464	-	-	-	1,535,000	-	175,000	1,360,000
LANSING	D0469	-	-	-	12,500,000	-	710,000	11,790,000
LINCOLN 053								
LINCOLN	D0298	-	-	-	3,510,000	-	190,000	3,320,000
SYLVAN GROVE	D0299	-	-	-	-	-	-	-
LINN 054								
PLEASANTON	D0344	-	-	-	-	-	-	-
JAYHAWK	D0346	-	-	-	1,665,000	-	90,000	1,575,000
PRAIRIE VIEW	D0362	-	-	-	9,050,000	-	300,000	8,750,000
LOGAN 055								
OAKLEY	D0274	-	-	-	-	-	-	-
TRIPLAINS	D0275	-	-	-	-	-	-	-
LYON 056								
NORTH LYON COUN	D0251	-	-	-	2,810,000	-	250,000	2,560,000
SOUTHERN LYON C	D0252	-	-	-	9,425,000	-	160,000	9,265,000
EMPORIA	D0253	YES	-	35,000,000	7,700,000	19,800,000	370,000	27,130,000
MARION 057								
CENTRE	D0397	-	-	-	945,000	-	20,000	925,000
PEABODY-BURNS	D0398	-	-	-	4,605,000	-	190,000	4,415,000
MARION-FLORENCE	D0408	-	-	-	3,090,000	-	290,000	2,800,000
DURHAM-HILLSBOR	D0410	-	-	-	1,890,000	-	140,000	1,750,000
GOESSEL	D0411	-	-	-	2,325,000	-	95,000	2,230,000
MARSHALL 058								
MARYSVILLE	D0364	-	-	-	1,980,000	-	170,000	1,810,000
VERMILLION	D0380	-	-	-	2,485,000	-	155,000	2,330,000
AXTELL	D0488	-	-	-	2,995,000	-	-	2,995,000
VALLEY HEIGHTS	D0498	-	-	-	1,900,000	-	15,000	1,885,000
MCPHERSON 059								
SMOKY VALLEY	D0400	-	-	-	10,690,000	-	-	10,690,000
MCPHERSON	D0418	-	-	-	12,220,000	-	-	12,220,000
CANTON-GALVA	D0419	-	-	-	3,970,000	-	140,000	3,830,000
MOUNDRIDGE	D0423	-	-	-	3,905,000	-	130,000	3,775,000
INMAN	D0448	-	-	-	4,160,000	-	160,000	4,000,000
MEADE 060								
FOWLER	D0225	-	-	-	-	-	-	-
MEADE	D0226	-	-	-	-	-	-	-

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL BALLOT USED					
MIAMI		061						
OSAWATOMIE	D0367	-	-	-	7,815,000	-	679,852	7,135,148
PAOLA	D0368	-	-	-	18,740,000	-	750,000	17,990,000
LOUISBURG	D0416	-	-	-	22,445,000	-	-	22,445,000
MITCHELL		062						
WACONDA	D0272	-	-	-	-	-	-	-
BELOIT	D0273	-	-	-	-	-	-	-
MONTGOMERY		063						
CANEY VALLEY	D0436	-	-	-	-	-	-	-
COFFEYVILLE	D0445	YES	-	24,800,000	-	-	-	-
INDEPENDENCE	D0446	-	-	-	867,905	-	-	867,905
CHERRYVALE	D0447	-	-	-	3,150,000	-	85,000	3,065,000
MORRIS		064						
MORRIS COUNTY	D0417	-	-	-	-	-	-	-
MORTON		065						
ROLLA	D0217	-	-	-	-	-	-	-
ELKHART	D0218	-	-	-	2,830,000	-	285,000	2,545,000
NEMAHA		066						
SABETHA	D0441	-	-	-	2,660,000	-	-	2,660,000
NEMAHA VALLEY S B & B	D0442 D0451	- -	- -	- -	- -	- -	- -	- -
NEOSHO		067						
ERIE-ST PAUL	D0101	-	-	-	-	-	-	-
CHANUTE PUBLIC	D0413	-	-	-	4,175,000	-	610,000	3,565,000
NESS		068						
NES TRE LA GO	D0301	-	-	-	-	-	-	-
SMOKY HILL	D0302	YES	-	525,000	-	450,000	-	450,000
NESS CITY	D0303	-	-	-	835,000	-	95,000	740,000
BAZINE	D0304	-	-	-	170,000	-	30,000	140,000
NORTON		069						
NORTON COMMUNIT	D0211	-	-	-	-	-	-	-
NORTHERN VALLEY	D0212	-	-	-	-	-	-	-
WEST SOLOMON VA	D0213	-	-	-	-	-	-	-
OSAGE		070						
OSAGE CITY	D0420	-	-	-	6,500,000	-	45,000	6,455,000
LYNDON	D0421	-	-	-	-	-	-	-
SANTA FE TRAIL	D0434	-	-	-	6,900,000	-	325,000	6,575,000
BURLINGAME	D0454	-	-	-	3,400,000	-	40,000	3,360,000
MARAIS DES CYGN	D0456	-	-	-	-	-	-	-
OSBORNE		071						
OSBORNE COUNTY	D0392	-	-	-	2,250,000	-	45,000	2,205,000

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL USED					
OTTAWA		072						
NORTH OTTAWA CO	D0239	-	-	-	-	-	-	-
TWIN VALLEY	D0240	-	-	-	3,305,000	-	160,000	3,145,000
PAWNEE		073						
FT LARNED	D0495	-	-	-	5,350,000	-	225,000	5,125,000
PAWNEE HEIGHTS	D0496	-	-	-	-	-	-	-
PHILLIPS		074						
EASTERN HEIGHTS	D0324	-	-	-	-	-	-	-
PHILLIPSBURG	D0325	-	-	-	1,680,000	-	130,000	1,550,000
LOGAN	D0326	-	-	-	-	-	-	-
POTTAWATOMIE		075						
WAMEGO	D0320	-	-	-	4,490,000	-	1,055,000	3,435,000
KAW VALLEY	D0321	-	-	-	-	-	-	-
ONAGA-HAVENSVIL	D0322	-	-	-	2,465,000	-	145,000	2,320,000
ROCK CREEK	D0323	-	-	-	2,375,000	-	170,000	2,205,000
PRATT		076						
PRATT	D0382	-	-	-	665,000	-	325,000	340,000
SKYLINE SCHOOLS	D0438	-	-	-	-	-	-	-
RAWLINS		077						
HERNDON	D0317	-	-	-	-	-	-	-
ATWOOD	D0318	-	-	-	-	-	-	-
RENO		078						
HUTCHINSON PUBL	D0308	YES	-	4,695,000	12,000,000	4,695,000	1,375,000	15,320,000
NICKERSON	D0309	-	-	-	6,463,552	-	150,000	6,313,552
FAIRFIELD	D0310	-	-	-	-	-	-	-
PRETTY PRAIRIE	D0311	-	-	-	-	-	-	-
HAVEN PUBLIC SC	D0312	-	-	-	6,945,000	-	-	6,945,000
BUHLER	D0313	-	-	-	15,510,000	-	505,000	15,005,000
REPUBLIC		079						
PIKE VALLEY	D0426	-	-	-	-	-	-	-
BELLEVILLE	D0427	-	-	-	-	-	-	-
HILLCREST RURAL	D0455	-	-	-	638,670	-	31,140	607,530
RICE		080						
STERLING	D0376	-	-	-	-	-	-	-
CHASE	D0401	-	-	-	-	-	-	-
LYONS	D0405	YES	-	4,883,000	320,000	4,883,000	80,000	5,123,000
LITTLE RIVER	D0444	-	-	-	1,680,000	-	75,000	1,605,000
RILEY		081						
RILEY COUNTY	D0378	-	-	-	5,020,000	-	-	5,020,000
MANHATTAN	D0383	-	-	-	22,770,000	-	950,000	21,820,000
BLUE VALLEY	D0384	-	-	-	1,750,000	-	30,000	1,720,000

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL BALLOT USED					
ROOKS		082						
PALCO	D0269	-	-	-	-	-	-	-
PLAINVILLE	D0270	-	-	-	-	-	-	-
STOCKTON	D0271	-	-	-	322,024	-	110,000	212,024
RUSH		083						
LACROSSE	D0395	-	-	-	-	-	-	-
OTIS-BISON	D0403	-	-	-	-	-	-	-
RUSSELL		084						
PARADISE	D0399	-	-	-	-	-	-	-
RUSSELL COUNTY	D0407	-	-	-	-	-	-	-
SALINE		085						
SALINA	D0305	-	-	-	60,800,000	38,565,000	2,300,000	97,065,000
SOUTHEAST OF SA ELL-SALINE	D0306	-	-	-	-	-	-	-
	D0307	-	-	-	2,225,000	-	120,000	2,105,000
SCOTT		086						
SCOTT COUNTY	D0466	-	-	-	1,350,000	-	185,000	1,165,000
SEDGWICK		087						
WICHITA	D0259	-	-	284,000,000	-	94,800,000	-	94,800,000
DERBY	D0260	-	-	-	33,333,951	-	1,280,000	32,053,951
HAYSVILLE	D0261	-	-	-	21,872,000	-	310,000	21,562,000
VALLEY CENTER P	D0262	-	-	-	16,913,954	-	-	16,913,954
MULVANE	D0263	-	-	-	8,810,000	-	-	8,810,000
CLEARWATER	D0264	YES	-	-	825,000	-	825,000	-
GODDARD	D0265	-	-	-	31,825,000	14,495,000	870,000	45,450,000
MAIZE	D0266	YES	-	32,915,000	21,430,000	9,800,000	1,290,000	29,940,000
RENWICK	D0267	-	-	-	27,945,500	-	330,000	27,615,500
CHENEY	D0268	YES	-	1,240,000	5,415,000	1,240,000	235,000	6,420,000
SEWARD		088						
LIBERAL	D0480	-	-	-	24,416,000	-	800,000	23,616,000
KISMET-PLAINS	D0483	-	-	-	5,785,000	-	315,000	5,470,000
SHAWNEE		089						
SEAMAN	D0345	-	-	-	15,485,000	-	775,000	14,710,000
SILVER LAKE	D0372	-	-	-	2,305,000	-	110,000	2,195,000
AUBURN WASHBURN	D0437	-	-	-	27,545,000	9,200,000	2,215,000	34,530,000
SHAWNEE HEIGHTS	D0450	-	-	-	7,605,000	-	780,000	6,825,000
TOPEKA PUBLIC S	D0501	YES	-	24,500,000	43,070,000	-	1,590,000	41,480,000
SHERIDAN		090						
HOXIE COMMUNITY	D0412	-	-	-	-	-	-	-
SHERMAN		091						
GOODLAND	D0352	-	-	-	-	-	-	-

Kansas State Department of Education
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COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL BOND		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		ELECTION HELD	MAIL USED					
SMITH		092						
SMITH CENTER	D0237	-	-	-	-	-	-	-
WEST SMITH COUN	D0238	-	-	-	-	-	-	-
STAFFORD		093						
STAFFORD	D0349	-	-	-	3,505,000	-	125,000	3,380,000
ST JOHN-HUDSON	D0350	-	-	-	1	-	-	1
MACKSVILLE	D0351	-	-	-	-	-	-	-
STANTON		094						
STANTON COUNTY	D0452	-	-	-	-	-	-	-
STEVENS		095						
MOSCOW PUBLIC S	D0209	-	-	-	-	-	-	-
HUGOTON PUBLIC	D0210	-	-	-	-	-	-	-
SUMNER		096						
WELLINGTON	D0353	YES	-	-	-	-	-	-
CONWAY SPRINGS	D0356	-	-	-	5,385,000	320,000	195,000	5,510,000
BELLE PLAINE	D0357	-	-	-	4,770,000	900,000	235,000	5,435,000
OXFORD	D0358	-	-	-	4,740,000	-	-	4,740,000
ARGONIA PUBLIC	D0359	-	-	-	400,000	-	50,000	350,000
CALDWELL	D0360	YES	-	4,800,000	-	4,800,000	-	4,800,000
SOUTH HAVEN	D0509	-	-	-	2,240,000	-	40,000	2,200,000
THOMAS		097						
BREWSTER	D0314	-	-	-	-	-	-	-
COLBY PUBLIC SC	D0315	-	-	-	5,795,000	-	305,000	5,490,000
GOLDEN PLAINS	D0316	-	-	-	480,000	-	30,000	450,000
TREGO		098						
WAKEENEY	D0208	YES	-	2,900,000	-	2,900,000	-	2,900,000
WABAUNSEE		099						
MILL CREEK VALL	D0329	YES	-	6,900,000	-	6,900,000	-	6,900,000
WABAUNSEE EAST	D0330	-	-	-	-	-	-	-
WALLACE		100						
WALLACE COUNTY	D0241	-	-	-	2,465,000	-	-	2,465,000
WESKAN	D0242	-	-	-	-	-	-	-
WASHINGTON		101						
NORTH CENTRAL	D0221	-	-	-	-	-	-	-
WASHINGTON SCHO	D0222	-	-	-	3,300,000	-	-	3,300,000
BARNES	D0223	-	-	-	-	-	-	-
CLIFTON-CLYDE	D0224	-	-	-	-	-	-	-
WICHITA		102						
LEOTI	D0467	-	-	-	-	-	-	-

Kansas State Department of Education
School District Bonds for 2000-2001

COUNTY NAME DISTRICT NAME	CNTY # DIST #	SCHOOL		IF PASSED, TOTAL ISSUE IN YEAR	OUTSTANDING ON JULY 1	ISSUED DURING YEAR	RETIRED DURING YEAR	OUTSTANDING ON JUNE 30
		BOND ELECTION HELD	MAIL BALLOT USED					
WILSON		103						
ALTOONA-MIDWAY	D0387	-	-	-	-	-	-	-
NEODESHA	D0461	-	-	-	4,230,000	-	330,000	3,900,000
FREDONIA	D0484	-	-	-	795,000	-	-	795,000
WOODSON		104						
WOODSON	D0366	-	-	-	-	-	-	-
WYANDOTTE		105						
TURNER-KANSAS C	D0202	YES	-	3,792,416	43,608,463	3,792,416	402,416	46,998,463
PIPER-KANSAS CI	D0203	-	-	-	6,815,000	-	400,000	6,415,000
BONNER SPRINGS	D0204	-	-	-	7,930,000	25,170,000	7,930,000	25,170,000
KANSAS CITY	D0500	YES	-	120,000,000	-	40,000,000	-	40,000,000
STATE TOTALS		28	0	680,933,412	2,048,059,500	495,833,522	111,302,825	2,432,590,197

**Testimony to the
Select Committee on Revenue Amortization Policy
By
Howard Fricke, Secretary
Department of Administration
April 1, 2003**

House Bill 2466

Good morning Mr. Chairman and members of the committee. I am Howard Fricke, Secretary of the Department of Administration. I appreciate this opportunity to appear before you today to discuss the unallocated tobacco revenue accelerator, an important element of the Governor's revenue plan introduced on March 25, 2003.

Under this proposal, \$175 million of bonds would be sold and \$175 million would be returned to the State General Fund in fiscal year 2003. The bonds would be repaid with the unallocated portion of income from the state's tobacco settlement receipts.

Tobacco settlement revenue is initially deposited in the Kansas Endowment for Youth (KEY) Fund. Then, an amount specified by law is transferred from the KEY Fund each year and appropriated through the Children's Initiative Fund. Under the original law, the leftover or unallocated revenue each year must be left in the KEY Fund for the future. However, this unallocated revenue has been appropriated in each of the last three fiscal years and is recommended to be spent in fiscal year 2004. The current proposal accelerates this unallocated revenue in fiscal years 2005 –2018 for use in FY2003. The statutory transfer amounts to the Children's Initiative Fund are not affected.

The State General Fund would be obligated to service the bond debt. However, the anticipated tobacco receipts would reimburse the State General Fund. This would not preclude the state from securitizing all or part of the tobacco revenues in the future if it is deemed advantageous to do so.

In order for the bonds to be tax-exempt, they must be spent on capital improvement projects. To accomplish this, the Kansas Development Finance Authority would issue the bonds on behalf of the Department of Administration. The proceeds would be used to pay for capital improvement projects (highways) in the Kansas Department of Transportation. An amount equal to the proceeds would then be transferred from the State Highway Fund to the State General Fund.

By accelerating these unallocated tobacco funds, we are simply receiving the present value of a future stream of revenue. This not unlike a lottery winner electing to receive their proceeds in a lump sum rather than spread over a period of time. While this proposal does represent one-time revenue, it also represents much needed, immediate revenue.

The governor recognizes that Kansas families are struggling in these extraordinarily difficult economic times. Such times call for state government to look at things differently. We must consider new and different approaches to balancing our state's budget.

House Select Committee on Revenue
Amortization Policy
4-01-03
Attachment 4

I welcome the opportunity to respond to any questions you may have.

Pr

Kansas Development Finance Authority
Revenue Bonds, Series to be designated
(State of Kansas - Capital Improvement Reimbursement Projects)
\$175mil. - Final Maturity 2018 (03.28.03)

SOURCES & USES

Dated 06/01/2003

Delivered 06/...

	Current Market Rates	Current Market Rates + 25bps	Current Market Rates + 50bps	Current Market Rates + 100bps
SOURCES OF FUNDS				
Par Amount of Bonds.....	\$193,160,000.00	\$189,590,000.00	\$185,727,592.30	\$178,122,374.90
TOTAL SOURCES.....	\$193,160,000.00	\$189,590,000.00	\$185,727,592.30	\$178,122,374.90
USES OF FUNDS				
Capital Project Reimbursements.....	185,151,260.93	181,271,296.05	177,355,321.44	169,810,679.90
Deposit to Capitalized Interest (CIF) Fund.....	6,077,139.07	6,422,803.95	6,514,994.94	6,530,471.25
Costs of Issuance.....	1,158,960.00	1,137,540.00	1,114,365.55	1,068,734.25
Total Underwriter's Discount (0.400%).....	772,640.00	758,360.00	742,910.37	712,489.50
TOTAL USES.....	\$193,160,000.00	\$189,590,000.00	\$185,727,592.30	\$178,122,374.90
True Interest Cost (TIC).....	3.67089%	3.92647%	4.19014%	4.71753%

These projections should be used for estimation purposes only. Assumptions made for these projections are based on the best available information at the time. No representation is made that these assumptions will prevail for the proposed transaction. Changes to these assumptions may have a material impact on the proposed transaction.

File = ANNUAL APPROPRIATION DEBT (TSR BACKED).SF-\$175mil. - Final Maturity 2018 (03.28.03)-SINGLE PURPOSE

Kansas Development Finance Authority
Revenue Bonds, Series to be designated
(State of Kansas - Capital Improvement Reimbursement Projects)
\$175mil. - Final Maturity 2018 (03.28.03)

CASH FLOW SUMMARY

Date	Tobacco Settlement Revenues	Capitalized Interest	Total Revenues	Bond Payments	KEY Fund Deposits	Annual Residual
5/01/2004	54,361,010.00	6,118,984.67	60,479,994.67	6,118,984.67	46,125,000.00	8,236,010.00
5/01/2005	55,068,685.00	-	55,068,685.00	7,790,256.00	47,278,125.00	304.00
5/01/2006	55,969,395.00	-	55,969,395.00	7,507,768.00	48,460,078.13	1,548.87
5/01/2007	56,823,368.00	-	56,823,368.00	7,150,177.50	49,671,580.08	1,610.42
5/01/2008	74,528,602.00	-	74,528,602.00	23,611,027.50	50,913,369.58	4,204.92
5/01/2009	75,644,212.00	-	75,644,212.00	23,454,111.50	52,186,203.82	3,896.68
5/01/2010	76,648,183.00	-	76,648,183.00	23,155,031.50	53,490,858.92	2,292.58
5/01/2011	77,742,817.00	-	77,742,817.00	22,912,852.50	54,828,130.39	1,834.11
5/01/2012	78,838,069.00	-	78,838,069.00	22,637,825.50	56,198,833.65	1,409.85
5/01/2013	79,878,352.00	-	79,878,352.00	22,269,720.00	57,603,804.49	4,827.51
5/01/2014	80,893,091.00	-	80,893,091.00	21,844,960.00	59,043,899.60	4,231.40
5/01/2015	81,889,110.00	-	81,889,110.00	21,364,050.00	60,519,997.09	5,062.91
5/01/2016	83,045,385.00	-	83,045,385.00	21,011,115.00	62,032,997.02	1,272.98
5/01/2017	84,202,053.00	-	84,202,053.00	20,614,515.00	63,583,821.94	3,716.06
5/01/2018	75,444,553.00	-	75,444,553.00	10,268,910.00	65,173,417.49	2,225.51
5/01/2019	76,443,951.00	-	76,443,951.00	-	66,802,752.93	9,641,198.07
5/01/2020	77,419,189.00	-	77,419,189.00	-	68,472,821.75	8,946,367.25
5/01/2021	78,484,747.00	-	78,484,747.00	-	70,184,642.30	8,300,104.70
5/01/2022	79,542,223.00	-	79,542,223.00	-	71,939,258.35	7,602,964.65
5/01/2023	80,646,347.00	-	80,646,347.00	-	73,737,739.81	6,908,607.19
5/01/2024	81,750,485.00	-	81,750,485.00	-	75,581,183.31	6,169,301.69
5/01/2025	82,951,756.00	-	82,951,756.00	-	77,470,712.89	5,481,043.11
5/01/2026	84,163,135.00	-	84,163,135.00	-	79,407,480.71	4,755,654.29
5/01/2027	85,401,286.00	-	85,401,286.00	-	81,392,667.73	4,008,618.27
5/01/2028	86,666,863.00	-	86,666,863.00	-	83,427,484.42	3,239,378.58
5/01/2029	87,960,539.00	-	87,960,539.00	-	85,513,171.54	2,447,367.46
5/01/2030	89,274,287.00	-	89,274,287.00	-	87,651,000.82	1,623,286.18
5/01/2031	90,608,441.00	-	90,608,441.00	-	89,842,275.84	766,165.16
Total	2,172,290,134.00	6,118,984.67	2,178,409,118.67	261,711,304.67	1,838,533,309.60	78,164,504.40

These projections should be used for estimation purposes only. Assumptions made for these projections are based on the best available information at the time. No representation is made that these assumptions will prevail for the proposed transaction. Changes to these assumptions may have a material impact on the proposed transaction.

File = ANNUAL~1.SF-\$175mil. - Final Maturity 2018 (03.28.03)- SINGLE PURPOSE
 Kansas Development Finance Authority (MTF) 3/31/2003 8:34 PM

State General Fund
Governor's Adjustments
FY 2003 and FY 2004

(dollars in millions)

	FY 2003	FY 2004
Beginning Balance	12.1	75.4
Budgeted Revenue	4,346.6	4,493.5
March Revenue Update	-105.0	-125.0
Unallocated Tobacco Accelerator	175.0	
Other Accelerators		18.0
Gaming		30.0
Additional Tax Amnesty	5.0	15.0
	<hr/>	<hr/>
Total Available	4,433.7	4,506.9
Recommended Expenditures	4,358.3	4,493.4
Property Tax Accelerator		-161.6
	<hr/>	<hr/>
Total Expenditures	4,358.3	4,331.8
Ending Balance	75.4	175.1

Governor's Adjustments

Property Tax Accelerator: By moving up the second-half payment of property taxes one month, expenditures from the State General Fund can be lowered by \$161.6 million in FY 2004. Currently, property tax payments from the statewide education mill levy go directly to local school districts, and the state then finances the remaining part of school budgets from the State General Fund. Accelerating second half property tax payments from June to May brings an extra property tax payment to schools, and in that one year, allows a lower payment from the state.

Gaming: The passage of legislation allowing expanded gaming in Kansas can yield \$30 million to the State General Fund in FY 2004 and \$75 million or more in FY 2005 and beyond.

Other Accelerators: By asking all quarterly income tax withholding filers to file monthly, an additional \$9 million can be collected in FY 2004. By asking all quarterly sales tax filers to file monthly an additional \$4 million can be collected in FY 2004. By changing the two month lag in remitting mineral tax receipts to one month, an additional \$5 million can be collected in FY 2004.

Additional Tax Amnesty: In the Governor's recommended FY 2003 and FY 2004 budgets, collections from the new amnesty program are planned to total \$12 million. An additional \$5 million in FY 2003 and \$15 million in FY 2004 are possible.

Unallocated Tobacco Revenue Accelerator: In FY 2003, \$175 million of bonds can be sold and deposited in the State General Fund. The bonds would be repaid with the portion of income from tobacco settlement receipts that currently is unallocated. Tobacco settlement revenue is initially deposited in the Kansas Endowment for Youth (KEY) Fund. An amount specified by law is transferred from the KEY Fund each year and spent through the Children's Initiative Fund. Under the original law, the leftover or unallocated revenue each year was to be left in the KEY Fund for the future. This proposal would accelerate the unallocated revenue in fiscal years 2005-2018 for use in FY 2003. The statutory transfer amounts to the Children's Initiatives Fund are not affected.

The bond issue would be structured so that the unallocated tobacco settlement receipts would cover the payments. However, legally, the State General Fund would be pledged to make the payments, with the tobacco receipts reimbursing the State General Fund. In order for the bonds to be tax-exempt, they must be spent on capital improvement projects. To accomplish that, K DFA would issue the bonds on behalf of the Department of Administration. The proceeds would be directly used to pay for capital improvement projects (highways) in KDOT. An amount equal to the proceeds would be transferred from the Highway Fund to the State General Fund.

"Securitizing" tobacco settlement receipts is not advantageous in the current bond market. If that were to change, tobacco receipts could be securitized and these bond repayed from the proceeds.