

HOUSE BILL No. 2773

By Committee on Taxation

3-6

1 AN ACT concerning school districts; authorizing the expenditure of  
2 certain unencumbered funds; ~~relating to the local option budget;~~  
3 amending K.S.A. 2011 Supp. 72-965, 72-3607, 72-3715, 72-6414a, 72-  
4 6414b, 72-6420, 72-6421, 72-6423, 72-6426, 72-6433, 72-6460, 72-  
5 8237, 72-8250, 72-9509 and 72-9609 and repealing the existing  
6 sections.

7  
8 *Be it enacted by the Legislature of the State of Kansas:*

9 ~~New Section 1. (a) On June 30, 2013, the clerk or superintendent of~~  
10 ~~each school district shall certify under oath to the state board a report~~  
11 ~~showing the unencumbered balance of moneys remaining in each of the~~  
12 ~~following funds: At-risk education fund, as provided in K.S.A. 76-6414a,~~  
13 ~~and amendments thereto; bilingual education fund, as provided in K.S.A.~~  
14 ~~72-9509, and amendments thereto; contingency reserve fund, as provided~~  
15 ~~in K.S.A. 72-6426, and amendments thereto; driver training fund, as~~  
16 ~~provided in K.S.A. 72-6423, and amendments thereto; parent education~~  
17 ~~program fund, as provided in K.S.A. 72-3607, and amendments thereto;~~  
18 ~~preschool-aged at-risk education fund, as provided in K.S.A. 72-6414b,~~  
19 ~~and amendments thereto; professional development fund, as provided in~~  
20 ~~K.S.A. 72-9609, and amendments thereto; summer program fund, as~~  
21 ~~provided in K.S.A. 72-8237, and amendments thereto; textbook and~~  
22 ~~student materials revolving fund, as provided in K.S.A. 72-8250, and~~  
23 ~~amendments thereto; special education fund, as provided in K.S.A. 72-965~~  
24 ~~and 72-6420, and amendments thereto; virtual school fund, as provided in~~  
25 ~~K.S.A. 72-3715, and amendments thereto; and vocational education fund,~~  
26 ~~as provided in K.S.A. 72-6421, and amendments thereto.~~

27 (b) ~~Upon receipt of such report, the state board shall subtract the~~  
28 ~~aggregate amount of the unencumbered balance of moneys as certified by~~  
29 ~~the school district in the report from the amount of unencumbered balance~~  
30 ~~of moneys such school district was authorized to spend for general~~  
31 ~~operating expenses of the school district as determined pursuant to K.S.A.~~  
32 ~~2011 Supp. 72-6460, and amendments thereto.~~

33 (c) ~~The state board shall notify each school district of the difference~~  
34 ~~determined under subsection (b), if any. If there is a difference between the~~  
35 ~~amount of the unencumbered balance of moneys as certified by the school~~  
36 ~~district and the amount of unencumbered balance of moneys such school~~

Proposed Amendments to HB 2773  
For House Education Budget Committee  
March 15, 2012  
Prepared by: Jason B. Long, Senior Ass't Revisor



1 district was authorized to spend for general operating expenses of the  
2 school district as determined pursuant to K.S.A. 2011 Supp. 72-6460, and  
3 amendments thereto, then an amount equal to such difference shall be  
4 transferred from the unencumbered balance of moneys in those funds set  
5 forth in subsection (a) to the local option budget fund of such school  
6 district, and any levy to be imposed by the school district pursuant to  
7 K.S.A. 72-6435, and amendments thereto, for school year 2013-2014 shall  
8 be reduced accordingly, except as otherwise provided in K.S.A. 72-6433,  
9 and amendments thereto.

10 ~~New Sec. 2. The provisions of section 1 and K.S.A. 2011 Supp. 72-~~  
11 ~~6460, and amendments thereto, shall be a part of and supplemental to the~~  
12 ~~school district finance and quality performance act.~~

13 Sec. 3. K.S.A. 2011 Supp. 72-965 is hereby amended to read as  
14 follows: 72-965. (a) The state board shall be responsible for the  
15 distribution and allocation of state and federal funds for special education.  
16 Such moneys shall be expended only in accordance with and for the  
17 purposes specified in federal or state law. Payments under this act may be  
18 made in installments and in advance or by way of reimbursement, with  
19 necessary adjustments for overpayments or underpayments. Federal funds  
20 for special education shall be deposited in the state treasury.

21 (b) The state board is hereby authorized to accept from an individual  
22 or individuals, the United States government or any of its agencies or any  
23 other public or private body, grants or contributions of money, funds or  
24 property which the state board may authorize to be used in accordance  
25 with appropriation acts, for or in aid of special education or related  
26 services or any of the purposes authorized by the federal law or this act.

27 (c) (1) Each board may use up to 15% of the amount it receives each  
28 year under the federal law to develop and implement coordinated, early  
29 intervening services for students in kindergarten through grade 12, with a  
30 particular emphasis on students in kindergarten through grade three, who  
31 have not been identified as needing special education or related services  
32 but who appear to need additional academic and behavioral support to  
33 succeed in a general education environment.

34 (2) In implementing coordinated, early intervening services under this  
35 subsection, a board may carry out activities that include:

36 (A) Providing professional development for teachers and other school  
37 staff to enable such personnel to deliver scientifically based academic  
38 instruction and behavioral interventions, including scientifically based  
39 literacy instruction and, where appropriate, instruction on the use of  
40 adaptive and instructional software; and

41 (B) providing educational and behavioral evaluations, services and  
42 supports, including scientifically based literacy instruction.

43 (3) Each board that develops and maintains coordinated, early

1 intervening services under this subsection shall annually report to the  
2 department:

3 (A) The number of students served under this subsection; and  
4 (B) the number of students served under this subsection who  
5 subsequently receive special education and related services under this title  
6 during the two-year period preceding each report.

7 (d) Except for moneys received under K.S.A. 72-978, and  
8 amendments thereto, from cooperative agreements entered into under  
9 K.S.A. 72-968, and amendments thereto, any unencumbered balance of  
10 moneys attributable to appropriations by the legislature for special  
11 education or related services remaining in the special education fund of a  
12 school district on June 30, ~~2011~~ 2012, may be expended in ~~school year~~  
13 ~~2011-2012~~ 2012-2013 by the school district for general operating expenses  
14 of the school district as approved by the board of education in an amount  
15 not to exceed 1/3 of the unencumbered balance of the school district's  
16 special education fund.

17 Sec. 4. K.S.A. 2011 Supp. 72-3607 is hereby amended to read as  
18 follows: 72-3607. (a) There is hereby established in every school district  
19 which has developed and is operating a parent education program for  
20 which grants are awarded under this act a fund which shall be called the  
21 parent education program fund, which fund shall consist of all moneys  
22 deposited therein or transferred thereto according to law. Notwithstanding  
23 any other provision of law, all moneys received by the school district from  
24 whatever source for a parent education program operated under this act  
25 shall be credited to the fund established by this section. Amounts deposited  
26 in the parent education program fund shall be used exclusively for the  
27 payment of expenses directly attributable to the program.

28 (b) Any unencumbered balance of moneys remaining in the parent  
29 education program fund of a school district on June 30, ~~2011~~ 2012, may be  
30 expended in ~~school year 2011-2012~~ 2012-2013 by the school district for  
31 general operating expenses of the school district as approved by the board  
32 of education.

33 Sec. 5. K.S.A. 2011 Supp. 72-3715 is hereby amended to read as  
34 follows: 72-3715. (a) In order to be included in the full-time equivalent  
35 enrollment of a virtual school, a pupil shall be in attendance at the virtual  
36 school on: (1) A single school day on or before September 19 of each  
37 school year; and (2) on a single school day on or after September 20, but  
38 before October 4 of each school year.

39 (b) A school district which offers a virtual school shall determine the  
40 full-time equivalent enrollment of each pupil enrolled in the virtual school  
41 on September 20 of each school year as follows:

42 (1) Determine the number of hours the pupil was in attendance on a  
43 single school day on or before September 19 of each school year.

2011, or June 30,

the school year that immediately succeeds such date

2011, or June 30,

the school year that immediately succeeds such date

1 (2) determine the number of hours the pupil was in attendance on a  
2 single school day on or after September 20, but before October 4 of each  
3 school year;

4 (3) add the numbers obtained under paragraphs (1) and (2);

5 (4) divide the sum obtained under paragraph (3) by 12. The quotient  
6 is the full-time equivalent enrollment of the pupil.

7 (c) The school days on which a district determines the full-time  
8 equivalent enrollment of a pupil under paragraphs (1) and (2) of subsection  
9 (b) shall be the school days on which the pupil has the highest number of  
10 hours of attendance at the virtual school. No more than six hours of  
11 attendance may be counted in a single school day. Attendance may be  
12 shown by a pupil's on-line activity or entries in the pupil's virtual school  
13 journal or log of activities.

14 (d) (1) Subject to the availability of appropriations for virtual school  
15 state aid and within the limits of any such appropriations, each school year  
16 a school district which offers a virtual school shall be entitled to virtual  
17 school state aid.

18 (2) The state board of education shall determine the amount of virtual  
19 school state aid a school district is entitled to receive as follows:

20 (A) Multiply the full-time equivalent enrollment of the virtual school  
21 by an amount equal to 105% of the amount of base state aid per pupil;

22 (B) multiply the full-time equivalent enrollment of nonproficient at-  
23 risk pupils enrolled in an approved at-risk program offered by the virtual  
24 school, if any, by an amount equal to 25% of the amount of base state aid  
25 per pupil;

26 (C) add any amount determined under K.S.A. 2011 Supp. 72-3716,  
27 and amendments thereto; and

28 (D) add the amounts obtained under ~~paragraphs~~ *subparagraphs* (A)  
29 through (C). The sum is the amount of the virtual school state aid to which  
30 the school district is entitled.

31 (3) There is hereby established in every school district a fund which  
32 shall be called the virtual school fund, which fund shall consist of all  
33 moneys deposited therein or transferred thereto according to law. Moneys  
34 received as virtual school state aid shall be deposited in the general fund of  
35 the school district and transferred to the virtual school fund of the district.  
36 The expenses of a district directly attributable to virtual schools offered by  
37 a school district shall be paid from the virtual school fund. The cost of an  
38 advance placement course provided to a pupil described in subsection (d)  
39 (2)(D) shall be paid by the virtual school.

40 Any balance remaining in the virtual school fund at the end of the  
41 budget year shall be carried forward into the virtual school fund for  
42 succeeding budget years. Such fund shall not be subject to the provisions  
43 of K.S.A. 79-2925 through 79-2937, and amendments thereto.

1 Any unencumbered balance of moneys remaining in the virtual school  
 2 fund of a school district on June 30, ~~2011~~ 2012, may be expended in  
 3 ~~school year 2011-2012~~ 2012-2013 by the school district for general  
 4 operating expenses of the school district as approved by the board of  
 5 education.

2011, or June 30,

the school year that immediately succeeds such date

6 In preparing the budget of such school district, the amounts credited to  
 7 and the amount on hand in the virtual school fund, and the amount  
 8 expended therefrom shall be included in the annual budget for the  
 9 information of the residents of the school district. Interest earned on the  
 10 investment of moneys in any such fund shall be credited to that fund.

11 (e) For the purposes of this section, a pupil enrolled in a virtual  
 12 school who is not a resident of the state of Kansas shall not be counted in  
 13 the full-time equivalent enrollment of the virtual school.

14 Sec. 6. K.S.A. 2011 Supp. 72-6414a is hereby amended to read as  
 15 follows: 72-6414a. (a) There is hereby established in every district a fund  
 16 which shall be called the at-risk education fund, which fund shall consist  
 17 of all moneys deposited therein or transferred thereto according to law.  
 18 The expenses of a district directly attributable to providing at-risk  
 19 assistance or programs, including assistance or programs provided to  
 20 nonproficient pupils, shall be paid from the at-risk education fund.

21 (b) Any balance remaining in the at-risk education fund at the end of  
 22 the budget year shall be carried forward into the at-risk education fund for  
 23 succeeding budget years. Such fund shall not be subject to the provisions  
 24 of K.S.A. 79-2925 through 79-2937, and amendments thereto. In preparing  
 25 the budget of such school district, the amounts credited to and the amount  
 26 on hand in the at-risk education fund, and the amount expended therefrom  
 27 shall be included in the annual budget for the information of the residents  
 28 of the school district. Interest earned on the investment of moneys in any  
 29 such fund shall be credited to that fund.

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30 Any unencumbered balance of moneys remaining in the at-risk  
 31 education fund of a school district on June 30, ~~2011~~ 2012, may be  
 32 expended in ~~school year 2011-2012~~ 2012-2013 by the school district for  
 33 general operating expenses of the school district as approved by the board  
 34 of education.

35 (c) Each year the board of education of each school district shall  
 36 prepare and submit to the state board a report on the at-risk program or  
 37 assistance provided by the district. Such report shall include information  
 38 specifying the number of at-risk pupils and nonproficient pupils who were  
 39 served or provided assistance, the type of service provided, the research  
 40 upon which the district relied in determining that a need for service or  
 41 assistance existed, the results of providing such service or assistance and  
 42 any other information required by the state board.

43 (d) In order to achieve uniform reporting of the number of at-risk

1 pupils and nonproficient pupils provided service or assistance by school  
2 districts in at-risk programs, districts shall report the number of at-risk  
3 pupils and nonproficient pupils served or assisted in the manner required  
4 by the state board.

5 Sec. 7. K.S.A. 2011 Supp. 72-6414b is hereby amended to read as  
6 follows: 72-6414b. (a) There is hereby established in every district a fund  
7 which shall be called the preschool-aged at-risk education fund, which  
8 fund shall consist of all moneys deposited therein or transferred thereto  
9 according to law. The expenses of a district directly attributable to  
10 providing preschool-aged at-risk assistance or programs shall be paid from  
11 the preschool-aged at-risk education fund.

12 (b) A school district may expend amounts received from the  
13 preschool-aged at-risk weighting to pay the cost of providing at-risk,  
14 bilingual and vocational education programs and services.

15 (c) Any balance remaining in the preschool-aged at-risk education  
16 fund at the end of the budget year shall be carried forward into the  
17 preschool-aged at-risk education fund for succeeding budget years. Such  
18 fund shall not be subject to the provisions of K.S.A. 79-2925 through 79-  
19 2937, and amendments thereto. In preparing the budget of such school  
20 district, the amounts credited to and the amount on hand in the preschool-  
21 aged at-risk education fund, and the amount expended therefrom shall be  
22 included in the annual budget for the information of the residents of the  
23 school district. Interest earned on the investment of moneys in any such  
24 fund shall be credited to that fund.

25 Any unencumbered balance of moneys remaining in the preschool-aged  
26 at-risk education fund of a school district on June 30, ~~2011~~ 2012, may be  
27 expended in ~~school year 2011-2012~~ 2012-2013 by the school district for  
28 general operating expenses of the school district as approved by the board  
29 of education.

30 (d) Each year the board of education of each school district shall  
31 prepare and submit to the state board a report on the preschool-aged at-risk  
32 program or assistance provided by the district. Such report shall include  
33 information specifying the number of pupils who were served or provided  
34 assistance, the type of service provided, the research upon which the  
35 district relied in determining that a need for service or assistance existed,  
36 the results of providing such service or assistance and any other  
37 information required by the state board.

38 Sec. 8. K.S.A. 2011 Supp. 72-6420 is hereby amended to read as  
39 follows: 72-6420. (a) There is hereby established in every district a fund  
40 which shall be called the special education fund, which fund shall consist  
41 of all moneys deposited therein or transferred thereto according to law.  
42 Notwithstanding any other provision of law, all moneys received by the  
43 district from whatever source for special education shall be credited to the

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the school year that immediately succeeds such date

1 special education fund established by this section, except that: (1)  
 2 Amounts of payments received by a district under K.S.A. 72-979, and  
 3 amendments thereto, and amounts of grants, if any, received by a district  
 4 under K.S.A. 72-983, and amendments thereto, shall be deposited in the  
 5 general fund of the district and transferred to the special education fund;  
 6 and (2) moneys received by a district pursuant to lawful agreements made  
 7 under K.S.A. 72-968, and amendments thereto, shall be credited to the  
 8 special fund established under the agreements.

9 (b) The expenses of a district directly attributable to special education  
 10 shall be paid from the special education fund and from special funds  
 11 established under K.S.A. 72-968, and amendments thereto.

12 (c) Obligations of a district pursuant to lawful agreements made  
 13 under K.S.A. 72-968, and amendments thereto, shall be paid from the  
 14 special education fund established by this section.

15 (d) Except for moneys received under K.S.A. 72-978, and  
 16 amendments thereto, from cooperative agreements entered into under  
 17 K.S.A. 72-968, and amendments thereto, any unencumbered balance of  
 18 moneys attributable to appropriations by the legislature for special  
 19 education or related services remaining in the special education fund of a  
 20 school district on June 30, ~~2011~~ 2012, may be expended in ~~school year~~  
 21 ~~2011-2012~~ 2012-2013 by the school district for general operating expenses  
 22 of the school district as approved by the board of education in an amount  
 23 not to exceed 1/3 of the unencumbered balance of the school district's  
 24 special education fund.

25 Sec. 9. K.S.A. 2011 Supp. 72-6421 is hereby amended to read as  
 26 follows: 72-6421. (a) There is hereby established in every district a fund  
 27 which shall be called the vocational education fund. All moneys received  
 28 by a district for any course or program authorized and approved under the  
 29 provisions of article 44 of chapter 72 of Kansas Statutes Annotated, and  
 30 amendments thereto, except for courses and programs conducted in an area  
 31 vocational school, shall be credited to the vocational education fund. All  
 32 moneys received by the district from tuition, fees or charges or from any  
 33 other source for vocational education courses or programs, except for  
 34 courses and programs conducted in an area vocational school, shall be  
 35 credited to the vocational education fund. The expenses of a district  
 36 directly attributable to vocational education shall be paid from the  
 37 vocational education fund.

38 (b) Obligations of a district pursuant to lawful agreements made  
 39 under K.S.A. 72-4421, and amendments thereto, shall be paid from the  
 40 vocational education fund established by this section. If any such  
 41 agreement expresses an obligation of a district in terms of a mill levy, such  
 42 obligation shall be construed to mean an amount equal to that which would  
 43 be produced by the levy.

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the school year that immediately succeeds such date

(c) Any balance remaining in the vocational education fund at the end of the budget year shall be carried forward into the vocational education fund for succeeding budget years. Such fund shall not be subject to the provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto. In preparing the budget of such school district, the amounts credited to and the amount on hand in the vocational education fund, and the amount expended therefrom shall be included in the annual budget for the information of the residents of the school district. Interest earned on the investment of moneys in any such fund shall be credited to that fund.

Any unencumbered balance of moneys attributable to appropriations by the legislature in the vocational education fund of a school district on June 30, ~~2011-2012~~ 2012-2013 by the school district for general operating expenses of the school district as approved by the board of education.

Sec. 10. K.S.A. 2011 Supp. 72-6423 is hereby amended to read as follows: 72-6423. (a) There is hereby established in every district a fund which shall be called the driver training fund which fund shall consist of all moneys deposited therein or transferred thereto according to law. All moneys received by the district from distributions made from the state safety fund and the motorcycle safety fund and from tuition, fees or charges for driver training courses shall be credited to the driver training fund. The expenses of a district directly attributable to driver training shall be paid from the driver training fund.

(b) Any unencumbered balance of moneys remaining in the driver training fund of a school district on June 30, ~~2011~~ 2012, may be expended in ~~school year 2011-2012~~ 2012-2013 by the school district for general operating expenses of the school district as approved by the board of education.

Sec. 11. K.S.A. 2011 Supp. 72-6426 is hereby amended to read as follows: 72-6426. (a) There is hereby established in every district a fund which shall be called the contingency reserve fund. Such fund shall consist of all moneys deposited therein or transferred thereto according to law. The fund shall be maintained for payment of expenses of a district attributable to financial contingencies as determined by the board.

(b) (1) Except as otherwise provided in subsection (c), at no time in school year 2008-2009 through school year 2011-2012 shall the amount maintained in the contingency reserve fund exceed an amount equal to 10% of the general fund budget of the district for the school year.

(2) Except as otherwise provided in subsection (c), at no time in school year 2012-2013 or any school year thereafter shall the amount maintained in the contingency reserve fund exceed an amount equal to 6% of the general fund budget of the district for the school year.

(c) (1) If the amount in the contingency reserve fund of a district is in

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the school year that immediately succeeds such date

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1 excess of the amount authorized under subsection (b), and if such excess  
 2 amount is the result of a reduction in the general fund budget of the district  
 3 for the school year because of a decrease in enrollment, the district may  
 4 maintain the excess amount in the fund until depletion of such excess  
 5 amount by expenditure from the fund for the purposes thereof.

6 (2) The limitation on the amount which may be maintained in the  
 7 contingency reserve fund imposed under subsection (b) shall not apply to  
 8 any district whose state financial aid is computed under the provisions of  
 9 K.S.A. 72-6445a, and amendments thereto. Any such district may maintain  
 10 the excess amount in the fund until depletion of such excess amount by  
 11 expenditure from the fund for the purposes thereof.

12 (d) Notwithstanding the provisions of subsection (c), any  
 13 unencumbered balance of moneys remaining in the contingency reserve  
 14 fund of a school district on June 30, 2011, 2012, may be expended in  
 15 school year ~~2011-2012~~ 2012-2013 by the school district for general  
 16 operating expenses of the school district as approved by the board of  
 17 education.

18 ~~Sec. 12. K.S.A. 2011 Supp. 72-6433 is hereby amended to read as~~  
 19 ~~follows: 72-6433. (a) As used in this section:~~

20 (1) "State prescribed percentage" means 31% of state financial aid of  
 21 the district in the current school year.

22 (2) "Authorized to adopt a local option budget" means that a district  
 23 has adopted a resolution under this section, has published the same, and  
 24 either the resolution was not protested or it was protested and an election  
 25 was held by which the adoption of a local option budget was approved.

26 (b) In each school year, the board of any district may adopt a local  
 27 option budget which does not exceed the state prescribed percentage.

28 (c) Subject to the limitation of subsection (b), in each school year, the  
 29 board of any district may adopt, by resolution, a local option budget in an  
 30 amount not to exceed:

31 (1) (A) The amount which the board was authorized to adopt in  
 32 accordance with the provisions of this section in effect prior to its  
 33 amendment by this act; plus

34 (B) the amount which the board was authorized to adopt pursuant to  
 35 any resolution currently in effect; plus

36 (C) the amount which the board was authorized to adopt pursuant to  
 37 K.S.A. 72-6414, and amendments thereto, if applicable to the district; or

38 (2) the state-wide average for the preceding school year as  
 39 determined by the state board pursuant to subsection (f).

40 Except as provided by subsection (e), the adoption of a resolution  
 41 pursuant to this subsection shall require a majority vote of the members of  
 42 the board. Such resolution shall be effective upon adoption and shall  
 43 require no other procedure, authorization or approval.

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the school year that immediately succeeds such date

1 (d) ~~If the board of a district desires to increase its local option budget~~  
 2 ~~authority above the amount authorized under subsection (c) or if the board~~  
 3 ~~was not authorized to adopt a local option budget in 2006-2007, the board~~  
 4 ~~may adopt, by resolution, such budget in an amount not to exceed the state~~  
 5 ~~prescribed percentage. The adoption of a resolution pursuant to this~~  
 6 ~~subsection shall require a majority vote of the members of the board. The~~  
 7 ~~resolution shall be published at least once in a newspaper having general~~  
 8 ~~circulation in the district. The resolution shall be published in substantial~~  
 9 ~~compliance with the following form:~~

10  
 11 Unified School District No. \_\_\_\_\_,  
 12 \_\_\_\_\_

County, Kansas.

13 **RESOLUTION**

14 **Be It Resolved that:**

15 The board of education of the above-named school district shall be  
 16 authorized to adopt a local option budget in each school year in an amount  
 17 not to exceed \_\_\_\_\_% of the amount of state financial aid. The local option  
 18 budget authorized by this resolution may be adopted, unless a petition in  
 19 opposition to the same, signed by not less than 5% of the qualified electors  
 20 of the school district, is filed with the county election officer of the home  
 21 county of the school district within 30 days after publication of this  
 22 resolution. If a petition is filed, the county election officer shall submit the  
 23 question of whether adoption of the local option budget shall be authorized  
 24 to the electors of the school district at an election called for the purpose of  
 25 at the next general election, as is specified by the board of education of the  
 26 school district.  
 27  
 28  
 29

30 **CERTIFICATE**

31 This is to certify that the above resolution was duly adopted by the  
 32 board of education of unified School District

No. \_\_\_\_\_, \_\_\_\_\_ County,  
 33 Kansas, on the \_\_\_\_\_ day of \_\_\_\_\_,  
 34 \_\_\_\_\_

35 \_\_\_\_\_  
 36 Clerk of the board of education.

37 All of the blanks in the resolution shall be filled as is appropriate. If a  
 38 sufficient petition is not filed, the board may adopt a local option budget.  
 39 If a sufficient petition is filed, the board may notify the county election  
 40 officer of the date of an election to be held to submit the question of  
 41 whether adoption of a local option budget shall be authorized. Any such  
 42 election shall be noticed, called and held in the manner provided by K.S.A.  
 43 10-120, and amendments thereto. If the board fails to notify the county

1 election officer within 30 days after a sufficient petition is filed, the  
2 resolution shall be deemed abandoned and no like resolution shall be  
3 adopted by the board within the nine months following publication of the  
4 resolution.

5 (e) (1) Any resolution authorizing the adoption of a local option  
6 budget in excess of 30% of the state financial aid of the district in the  
7 current school year shall not become effective unless such resolution has  
8 been submitted to and approved by a majority of the qualified electors of  
9 the school district voting at an election called and held thereon. The  
10 election shall be called and held in the manner provided by K.S.A. 10-120,  
11 and amendments thereto.

12 (2) For any school district that is required to make a transfer of  
13 moneys to the local option budget fund of such school district pursuant to  
14 subsection (c) of section 1, and amendments thereto, any resolution  
15 adopted during school year 2013-2014 authorizing the adoption of a local  
16 option budget in excess of an amount equal to the local option budget  
17 authorized for school year 2012-2013 less any amount transferred to the  
18 local option budget fund of the school district pursuant to subsection (c) of  
19 section 1, and amendments thereto, shall not become effective unless such  
20 resolution has been submitted to and approved by a majority of the  
21 qualified electors of the school district voting at an election called and  
22 held thereon. The election shall be called and held in the manner provided  
23 by K.S.A. 10-120, and amendments thereto.

24 (f) Unless specifically stated otherwise in the resolution, the authority  
25 to adopt a local option budget shall be continuous and permanent. The  
26 board of any district which is authorized to adopt a local option budget  
27 may choose not to adopt such a budget or may adopt a budget in an  
28 amount less than the amount authorized. If the board of any district whose  
29 authority to adopt a local option budget is not continuous and permanent  
30 refrains from adopting a local option budget, the authority of such district  
31 to adopt a local option budget shall not be extended by such refrainment  
32 beyond the period specified in the resolution authorizing adoption of such  
33 budget.

34 (g) The board of any district may initiate procedures to renew or  
35 increase the authority to adopt a local option budget at any time during a  
36 school year after the tax levied pursuant to K.S.A. 72-6435, and  
37 amendments thereto, is certified to the county clerk under any existing  
38 authorization.

39 (h) The board of any district that is authorized to adopt a local option  
40 budget prior to the effective date of this act under a resolution which  
41 authorized the adoption of such budget in accordance with the provisions  
42 of this section in effect prior to its amendment by this act may continue to  
43 operate under such resolution for the period of time specified in the

1 resolution or may abandon the resolution and operate under the provisions  
2 of this section as amended by this act. Any such district shall operate under  
3 the provisions of this section as amended by this act after the period of  
4 time specified in the resolution has expired.

5 ~~(i) Any resolution adopted pursuant to this section may revoke or~~  
6 ~~repeal any resolution previously adopted by the board. If the resolution~~  
7 ~~does not revoke or repeal previously adopted resolutions, all resolutions~~  
8 ~~which are in effect shall expire on the same date. The maximum amount of~~  
9 ~~the local option budget of a school district under all resolutions in effect~~  
10 ~~shall not exceed the state prescribed percentage in any school year.~~

11 ~~(j) (1) There is hereby established in every district that adopts a local~~  
12 ~~option budget a fund which shall be called the supplemental general fund.~~  
13 ~~The fund shall consist of all amounts deposited therein or credited thereto~~  
14 ~~according to law.~~

15 ~~(2) Subject to the limitation imposed under paragraph (3) and~~  
16 ~~subsection (e) of K.S.A. 72-6434, and amendments thereto, amounts in the~~  
17 ~~supplemental general fund may be expended for any purpose for which~~  
18 ~~expenditures from the general fund are authorized or may be transferred to~~  
19 ~~any program weighted fund or categorical fund of the district. Amounts in~~  
20 ~~the supplemental general fund attributable to any percentage over 25% of~~  
21 ~~state financial aid determined for the current school year may be~~  
22 ~~transferred to the capital improvements fund of the district and the capital~~  
23 ~~outlay fund of the district if such transfers are specified in the resolution~~  
24 ~~authorizing the adoption of a local option budget in excess of 25%.~~

25 ~~(3) Amounts in the supplemental general fund may not be expended~~  
26 ~~for the purpose of making payments under any lease-purchase agreement~~  
27 ~~involving the acquisition of land or buildings which is entered into~~  
28 ~~pursuant to the provisions of K.S.A. 72-8225, and amendments thereto.~~

29 ~~(4) (A) Except as provided in paragraph subparagraph (B), any~~  
30 ~~unexpended budget remaining in the supplemental general fund of a~~  
31 ~~district at the conclusion of any school year in which a local option budget~~  
32 ~~is adopted shall be maintained in such fund.~~

33 ~~(B) If the district received supplemental general state aid in the~~  
34 ~~school year, the state board shall determine the ratio of the amount of~~  
35 ~~supplemental general state aid received to the amount of the local option~~  
36 ~~budget of the district for the school year and multiply the total amount of~~  
37 ~~the unexpended budget remaining by such ratio. An amount equal to the~~  
38 ~~amount of the product shall be transferred to the general fund of the~~  
39 ~~district or remitted to the state treasurer. Upon receipt of any such~~  
40 ~~remittance, the state treasurer shall deposit the same in the state treasury to~~  
41 ~~the credit of the state school district finance fund.~~

42 ~~(4) Each year the state board of education shall determine the~~  
43 ~~statewide average percentage of local option budgets legally adopted by~~

1 school districts for the preceding school year.

2 (4) ~~The provisions of this section shall be subject to the provisions of~~  
3 ~~K.S.A. 2011 Supp. 72-6433d and section 1, and amendments thereto.~~

4 Sec. 13. K.S.A. 2011 Supp. 72-6460 is hereby amended to read as years 2011-2012 and  
5 follows: 72-6460. (a) For school year 2011-2012 2012-2013, subject to

6 any limitations as provided in this act, any school district may expend the  
7 unencumbered balance of the moneys held in the at-risk education fund, as  
8 provided in K.S.A. 76-6414a, and amendments thereto, bilingual education  
9 fund, as provided in K.S.A. 72-9509, and amendments thereto,  
10 contingency reserve fund, as provided in K.S.A. 72-6426, and  
11 amendments thereto, driver training fund, as provided in K.S.A. 72-6423,  
12 and amendments thereto, parent education program fund, as provided in  
13 K.S.A. 72-3607, and amendments thereto, preschool-aged at-risk  
14 education fund, as provided in K.S.A. 72-6414b, and amendments thereto,  
15 professional development fund, as provided in K.S.A. 72-9609, and  
16 amendments thereto, summer program fund, as provided in K.S.A. 72-  
17 8237, and amendments thereto, textbook and student materials revolving  
18 fund, as provided in K.S.A. 72-8250, and amendments thereto, special  
19 education fund, as provided in K.S.A. 72-965 and 72-6420, and  
20 amendments thereto, virtual school fund, as provided in K.S.A. 72-3715,  
21 and amendments thereto, and vocational education fund, as provided in  
22 K.S.A. 72-6421, and amendments thereto, to pay for general operating  
23 expenses of the district out of the general fund as approved by the board of  
24 education of such district ~~provided that any moneys transferred to the~~  
25 ~~general fund of a school district pursuant to this section shall be expended~~  
26 ~~first to pay for those costs incurred by the school district due to increases,~~  
27 ~~if any, in the adjusted enrollment of the district and the at-risk pupil~~  
28 ~~enrollment of the district compared to such enrollments in school year~~  
29 ~~2011-2012.~~

For school year 2011-2012,

2010-2011

30 The board of education of a school district shall consider the use of  
31 such funds in the following order of priority:

- 32 (1) At-risk education fund, bilingual education fund, contingency
- 33 reserve fund, driver training fund, parent education program fund,
- 34 preschool-aged at-risk education fund, professional development fund,
- 35 summer program fund, virtual school fund and vocational education fund;
- 36 (2) textbook and student materials revolving fund; and
- 37 (3) special education fund.

38 The board of education of a school district shall not be limited to the  
39 order of priority as listed in this subsection if the board so chooses. The  
40 board of education of a school district shall not be required to use the total  
41 amount of the unencumbered balance of moneys in a fund before using the  
42 unencumbered balance of moneys in another fund.

43 (b) The amount of money expended by a school district in school

years 2011-2012 and

1 year ~~2011-2012~~ 2012-2013 from the unencumbered balance of moneys in  
2 the funds under subsection (a) of this section shall not exceed, in the  
3 aggregate, an amount determined by the state board of education. Such  
4 amount shall be determined by the state board as follows:

the current

5 (1) Determine the adjusted enrollment of the district, excluding  
6 special education and related services weighting, for school year ~~2012-~~  
7 ~~2013;~~

the fiscal year ending on June 30 of the current school year

8 (2) subtract the amount of base state aid per pupil appropriated to the  
9 department of education for fiscal year ~~2012-2013~~ from \$4,012; and  
10 (3) multiply the difference obtained under paragraph (2) by the  
11 number determined under paragraph (1);

the immediately preceding

12 (4) determine the adjusted enrollment of the district, excluding  
13 special education and related services weighting, for school year ~~2011-~~  
14 ~~2012;~~

the fiscal year ending on June 30 of the current school year

15 (5) subtract the number determined under paragraph (4) from the  
16 number determined under paragraph (1);  
17 (6) if the difference determined under paragraph (5) is greater than  
18 zero, then multiply such difference by the amount of base state aid per  
19 pupil appropriated to the department of education for fiscal year ~~2013;~~

the fiscal year ending on June 30 of the current school year

the immediately preceding

20 (7) determine the enrollment of the district adjusted only by the at-  
21 risk pupil weighting determined pursuant to K.S.A. 72-6414, and  
22 amendments thereto, the high density at-risk pupil weighting determined  
23 pursuant to K.S.A. 72-6455, and amendments thereto, and the medium  
24 density at-risk pupil weighting determined pursuant to K.S.A. 72-6459,  
25 and amendments thereto, for school year ~~2011-2012;~~  
26 (8) determine the enrollment of the district adjusted only by the at-  
27 risk pupil weighting determined pursuant to K.S.A. 72-6414, and  
28 amendments thereto, the high density at-risk pupil weighting determined  
29 pursuant to K.S.A. 72-6455, and amendments thereto, and the medium  
30 density at-risk pupil weighting determined pursuant to K.S.A. 72-6459,  
31 and amendments thereto, for school year ~~2012-2013;~~

the current

32 (9) subtract the number determined under paragraph (7) from the  
33 number determined under paragraph (8);

the fiscal year ending on June 30 of the current school year

34 (10) if the difference determined under paragraph (9) is greater than  
35 zero, then multiply such difference by the amount of base state aid per  
36 pupil appropriated to the department of education for fiscal year ~~2013;~~  
37 and

the current

38 (11) add the products determined under paragraphs (3), (6) and (10).  
39 The ~~product~~ sum is the aggregate amount of moneys that may be expended  
40 by a school district in school year ~~2011-2012~~ ~~2012-2013~~ from the  
41 unencumbered balance of moneys in the funds under subsection (a) of this  
42 section.

43 (c) It is the public policy goal of the state of Kansas that at least 65%

1 of the aggregate of all unencumbered balances authorized to be expended  
2 for general operating expenses pursuant to subsection (a) shall be  
3 expended in the classroom or for instruction, as provided in K.S.A. 2011  
4 Supp. 72-64c01, and amendments thereto.

5 Sec. 14. K.S.A. 2011 Supp. 72-8237 is hereby amended to read as  
6 follows: 72-8237. (a) The board of education of any school district may:  
7 (1) Establish, operate and maintain a summer program for pupils; (2) enter  
8 into cooperative or interlocal agreements with one or more other boards of  
9 education for the establishment, operation and maintenance of a summer  
10 program for pupils; and (3) prescribe and collect fees for providing a  
11 summer program for pupils or provide such program without charge.

12 (b) Fees for providing a summer program for pupils shall be  
13 prescribed and collected only to recover the costs incurred as a result of  
14 and directly attributable to the establishment, operation and maintenance  
15 of the program.

16 (c) No school district may collect fees for providing a summer  
17 program for pupils required to attend such a program in accordance with  
18 the provisions of law, rules and regulations of the state board of education,  
19 policy of the board of education, or an individualized education plan  
20 developed for an exceptional child.

21 (d) There is hereby established in every district which establishes,  
22 operates and maintains a summer program a fund which shall be called the  
23 summer program fund, which fund shall consist of all moneys deposited  
24 therein or transferred thereto according to law. All moneys received by a  
25 district from fees collected under this section or from any other source for  
26 summer programs shall be credited to the summer program fund. The  
27 expenses of a district directly attributable to summer programs shall be  
28 paid from the summer program fund.

29 Any unencumbered balance of moneys remaining in the summer  
30 program fund of a school district on June 30, ~~2011~~ 2012, may be expended  
31 in school year ~~2011-2012~~ 2012-2013 by the school district for general  
32 operating expenses of the school district as approved by the board of  
33 education.

34 (e) As used in this section, the term "summer program" means a  
35 program which is established by the board of education of a school district  
36 and operated during the summer months for the purpose of giving remedial  
37 instruction to pupils or for the purpose of conducting special projects and  
38 activities designed to enrich and enhance the educational experience of  
39 pupils, or for both such purposes.

40 Sec. 15. K.S.A. 2011 Supp. 72-8250 is hereby amended to read as  
41 follows: 72-8250. (a) There is hereby established in every school district a  
42 textbook and student materials revolving fund. Moneys in such fund shall  
43 be used to:

2011, or June 30,  
the school year that immediately succeeds such date

1 (1) Purchase any items designated in K.S.A. 72-5389, and  
2 amendments thereto;

3 (2) pay the cost of materials or other items used in curricular,  
4 extracurricular or other school-related activities; and

5 (3) purchase textbooks as authorized by K.S.A. 72-4141, and  
6 amendments thereto.

7 (b) Any balance remaining in the textbook and student materials  
8 revolving fund at the end of the budget year shall be carried forward into  
9 that fund for succeeding budget years. Such fund shall not be subject to the  
10 provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto.  
11 In preparing the budget of such school district, the amounts credited to and  
12 the amount on hand in the textbook and student materials revolving fund,  
13 and the amount expended therefrom shall be included in the annual budget  
14 for the information of the residents of the school district. Interest earned on  
15 the investment of moneys in any such fund shall be credited to that fund.

16 Any unencumbered balance of moneys remaining in the textbook and  
17 student materials revolving fund of a school district on June 30, ~~2011~~  
18 2012, may be expended in ~~school year 2011-2012~~ 2012-2013 by the school  
19 district for general operating expenses of the school district as approved by  
20 the board of education in an amount not to exceed 1/3 of the unencumbered  
21 balance of the school district's textbook and student materials revolving  
22 fund.

23 Sec. 16. K.S.A. 2011 Supp. 72-9509 is hereby amended to read as  
24 follows: 72-9509. (a) There is hereby established in every school district a  
25 fund which shall be called the bilingual education fund, which fund shall  
26 consist of all moneys deposited therein or transferred thereto according to  
27 law. The expenses of a district directly attributable to such bilingual  
28 education programs shall be paid from the bilingual education fund.

29 (b) Any balance remaining in the bilingual education fund at the end  
30 of the budget year shall be carried forward into the bilingual education  
31 fund for succeeding budget years. Such fund shall not be subject to the  
32 provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto.  
33 In preparing the budget of such school district, the amounts credited to and  
34 the amount on hand in the bilingual education fund, and the amount  
35 expended therefrom shall be included in the annual budget for the  
36 information of the residents of the school district. Interest earned on the  
37 investment of moneys in any such fund shall be credited to that fund.

38 Any unencumbered balance of moneys remaining in the bilingual  
39 education fund of a school district on June 30, ~~2011~~ 2012, may be  
40 expended in ~~school year 2011-2012~~ 2012-2013 by the school district for  
41 general operating expenses of the school district as approved by the board  
42 of education.

43 (c) Each year the board of education of each school district shall

2011, or June 30,

the school year that immediately succeeds such date

2011, or June 30,

the school year that immediately succeeds such date



1 prepare and submit to the state board a report on the bilingual education  
2 program and assistance provided by the district. Such report shall include  
3 information specifying the number of pupils who were served or provided  
4 assistance, the type of service provided, the research upon which the  
5 district relied in determining that a need for service or assistance existed,  
6 the results of providing such service or assistance and any other  
7 information required by the state board.

8 Sec. 17. K.S.A. 2011 Supp. 72-9609 is hereby amended to read as  
9 follows: 72-9609. There is hereby established in every school district a  
10 fund which shall be called the professional development fund, which fund  
11 shall consist of all moneys deposited therein or transferred thereto  
12 according to law. All moneys received by the school district from whatever  
13 source for professional development programs established under this act  
14 shall be credited to the fund established by this section. The expenses of a  
15 school district directly attributable to professional development programs  
16 shall be paid from the professional development fund.

17 Any unencumbered balance of moneys remaining in the professional  
18 development fund of a school district on June 30, 2011, or June 30,  
19 expended in school year ~~2011-2012~~ 2012-2013 by the school district for  
20 general operating expenses of the school district as approved by the board  
21 of education.

22 Sec. 18. K.S.A. 2011 Supp. 72-965, 72-3607, 72-3715, 72-6414a, 72-  
23 6414b, 72-6420, 72-6421, 72-6423, 72-6426, ~~72-6433~~, 72-6460, 72-8237,  
24 72-8250, 72-9509 and 72-9609 are hereby repealed.

25 Sec. 19. This act shall take effect and be in force from and after its  
26 publication in the statute book.  
27

2011, or June 30,  
the school year that immediately succeeds such date

Kansas register

