

HOUSE BILL No. 2566

By Committee on Education

1-27

1 AN ACT concerning school districts; relating to the school district capital
2 improvements fund; amending K.S.A. 2011 Supp. 75-2319 and
3 repealing the existing section.

4
5 *Be it enacted by the Legislature of the State of Kansas:*

6 Section 1. K.S.A. 2011 Supp. 75-2319 is hereby amended to read as
7 follows: 75-2319. (a) There is hereby established in the state treasury the
8 school district capital improvements fund. The fund shall consist of all
9 amounts transferred thereto under the provisions of subsection (c).

10 (b) Subject to the provisions of subsection (f), in each school year,
11 each school district which is obligated to make payments from its capital
12 improvements fund shall be entitled to receive payment from the school
13 district capital improvements fund in an amount determined by the state
14 board of education as provided in this subsection. The state board of
15 education shall:

16 (1) *Excluding the number of pupils in attendance full time in a virtual*
17 *school in each school district who do not reside in that school district,*
18 determine the amount of the assessed valuation per pupil (AVPP) of each
19 school district in the state and round such amount to the nearest \$1,000.
20 The rounded amount is the AVPP of a school district for the purposes of
21 this section;

22 (2) determine the median AVPP of all school districts;

23 (3) prepare a schedule of dollar amounts using the amount of the
24 median AVPP of all school districts as the point of beginning. The
25 schedule of dollar amounts shall range upward in equal \$1,000 intervals
26 from the point of beginning to and including an amount that is equal to the
27 amount of the AVPP of the school district with the highest AVPP of all
28 school districts and shall range downward in equal \$1,000 intervals from
29 the point of beginning to and including an amount that is equal to the
30 amount of the AVPP of the school district with the lowest AVPP of all
31 school districts;

32 (4) determine a state aid percentage factor for each school district by
33 assigning a state aid computation percentage to the amount of the median
34 AVPP shown on the schedule, decreasing the state aid computation
35 percentage assigned to the amount of the median AVPP by one percentage
36 point for each \$1,000 interval above the amount of the median AVPP, and

1 increasing the state aid computation percentage assigned to the amount of
2 the median AVPP by one percentage point for each \$1,000 interval below
3 the amount of the median AVPP. Except as provided by K.S.A. 2011 Supp.
4 75-2319c, and amendments thereto, the state aid percentage factor of a
5 school district is the percentage assigned to the schedule amount that is
6 equal to the amount of the AVPP of the school district. The state aid
7 percentage factor of a school district shall not exceed 100%. The state aid
8 computation percentage is 5% for contractual bond obligations incurred by
9 a school district prior to the effective date of this act, and 25% for
10 contractual bond obligations incurred by a school district on or after the
11 effective date of this act;

12 (5) determine the amount of payments in the aggregate that a school
13 district is obligated to make from its bond and interest fund and, of such
14 amount, compute the amount attributable to contractual bond obligations
15 incurred by the school district prior to the effective date of this act and the
16 amount attributable to contractual bond obligations incurred by the school
17 district on or after the effective date of this act;

18 (6) multiply each of the amounts computed under (5) by the
19 applicable state aid percentage factor; and

20 (7) add the products obtained under (6). The amount of the sum is the
21 amount of payment the school district is entitled to receive from the school
22 district capital improvements fund in the school year.

23 (c) The state board of education shall certify to the director of
24 accounts and reports the entitlements of school districts determined under
25 the provisions of subsection (b), and an amount equal thereto shall be
26 transferred by the director from the state general fund to the school district
27 capital improvements fund for distribution to school districts. All transfers
28 made in accordance with the provisions of this subsection shall be
29 considered to be demand transfers from the state general fund, except that
30 all such transfers during the fiscal years ending June 30, 2012, and June
31 30, 2013, shall be considered to be revenue transfers from the state general
32 fund.

33 (d) Payments from the school district capital improvements fund shall
34 be distributed to school districts at times determined by the state board of
35 education to be necessary to assist school districts in making scheduled
36 payments pursuant to contractual bond obligations. The state board of
37 education shall certify to the director of accounts and reports the amount
38 due each school district entitled to payment from the fund, and the director
39 of accounts and reports shall draw a warrant on the state treasurer payable
40 to the treasurer of the school district. Upon receipt of the warrant, the
41 treasurer of the school district shall credit the amount thereof to the bond
42 and interest fund of the school district to be used for the purposes of such
43 fund.

1 (e) The provisions of this section apply only to contractual
2 obligations incurred by school districts pursuant to general obligation
3 bonds issued upon approval of a majority of the qualified electors of the
4 school district voting at an election upon the question of the issuance of
5 such bonds.

6 (f) Amounts transferred to the capital improvements fund of a school
7 district as authorized by K.S.A. 72-6433, and amendments thereto, shall
8 not be included in the computation when determining the amount of state
9 aid to which a district is entitled to receive under this section.

10 Sec. 2. K.S.A. 2011 Supp. 75-2319 is hereby repealed.

11 Sec. 3. This act shall take effect and be in force from and after its
12 publication in the statute book.

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