

## HOUSE BILL No. 2264

By Committee on Education

2-7

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1 AN ACT concerning school districts; relating to capital improvements;  
2 amending K.S.A. 2012 Supp. 75-2319 and repealing the existing  
3 section.  
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5 *Be it enacted by the Legislature of the State of Kansas:*

6 Section 1. K.S.A. 2012 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) Determine the amount of the assessed valuation per pupil (AVPP)  
17 of each school district in the state and round such amount to the nearest  
18 \$1,000. The rounded amount is the AVPP of a school district for the  
19 purposes of this section;

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

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

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

1 the amount of the median AVPP. Except as provided by K.S.A. 2012 Supp.  
2 75-2319c, and amendments thereto, the state aid percentage factor of a  
3 school district is the percentage assigned to the schedule amount that is  
4 equal to the amount of the AVPP of the school district. The state aid  
5 percentage factor of a school district shall not exceed 100%. The state aid  
6 computation percentage is 5% for contractual bond obligations incurred by  
7 a school district prior to the effective date of this act, and 25% for  
8 contractual bond obligations incurred by a school district on or after the  
9 effective date of this act;

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

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

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

21 (c) The state board of education shall certify to the director of  
22 accounts and reports the entitlements of school districts determined under  
23 the provisions of subsection (b), and an amount equal thereto shall be  
24 transferred by the director from the state general fund to the school district  
25 capital improvements fund for distribution to school districts. All transfers  
26 made in accordance with the provisions of this subsection shall be  
27 considered to be demand transfers from the state general fund, except that  
28 all such transfers during the fiscal years ending June 30, 2013, and June  
29 30, 2014, shall be considered to be revenue transfers from the state general  
30 fund.

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

42 (e) (1) *Except as provided by subsection (e)(2), on and after July 1,*  
43 *2015, the provisions of this section apply only to contractual obligations*

1 incurred by school districts pursuant to general obligation bonds issued  
2 upon approval of a majority of the qualified electors of the school district  
3 voting at an election upon the question of the issuance of such bonds.

4 *(2) On or before July 1, 2015, the provisions of this section apply*  
5 *only to contractual obligations incurred by school districts on or before*  
6 *June 30, 2013, pursuant to general obligation bonds issued upon approval*  
7 *of a majority of the qualified electors of the school district voting at an*  
8 *election upon the question of the issuance of such bonds. The provisions of*  
9 *this paragraph shall expire July 1, 2015, unless the legislature acts to*  
10 *reenact such provisions.*

11 *(3) The provisions of this section shall be reviewed by the legislature*  
12 *prior to July 1, 2015.*

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

17 Sec. 2. K.S.A. 2012 Supp. 75-2319 is hereby repealed.

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