

**HOUSE BILL No. 2573**

By Committee on Transportation

2-7

1 AN ACT creating the airport development revolving fund; authorizing the  
2 secretary of transportation to make loans; transferring moneys from the  
3 state general fund.

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

6 Section 1. (a) The secretary of transportation is hereby authorized to  
7 make loans for the purpose of planning, constructing, reconstructing or  
8 rehabilitating the facilities of public use general aviation airports.

9 (b) Such loans shall be made upon such terms and conditions as the  
10 secretary of transportation deems appropriate and such loans shall be made  
11 available from funds credited to the airport development revolving fund.

12 (c) The airport development revolving fund is hereby established in  
13 the state treasury which shall be for the purposes established under  
14 subsection (a). The secretary of transportation shall administer the airport  
15 development revolving fund. All expenditures from the airport  
16 development revolving fund shall be made in accordance with  
17 appropriation acts upon warrants of the director of accounts and reports  
18 issued pursuant to vouchers approved by the secretary of transportation or  
19 by a person or persons designated by the secretary.

20 (d) On July 1, 2015, or as soon thereafter as moneys are available, the  
21 director of accounts and reports shall transfer \$15,000,000 from the state  
22 general fund to the airport development revolving fund.

23 (e) The secretary of transportation shall remit to the state treasurer, in  
24 accordance with the provisions of K.S.A. 75-4215, and amendments  
25 thereto, all moneys received by the secretary pursuant to this section. Upon  
26 receipt of each such remittance, the state treasurer shall deposit the entire  
27 amount in the state treasury to the credit of the airport development  
28 revolving fund.

29 (f) The management and investment of the airport development  
30 revolving fund shall be in accordance with K.S.A. 68-2324, and  
31 amendments thereto. Notwithstanding anything to the contrary, all interest  
32 or other income of the investments, after payment of any management  
33 fees, shall be considered income of the airport development revolving  
34 fund.

35 (g) As used in this section, "public use general aviation airport"  
36 means any airport available for use by the general public for the landing

1 and taking off of aircraft, but shall not include any airport classified as a  
2 primary airport by the federal aviation administration and is located in a  
3 metropolitan county as defined in K.S.A. 74-50,114, and amendments  
4 thereto.

5 (h) On or before the 10<sup>th</sup> day of each month, the director of accounts  
6 and reports shall transfer from the state general fund to the airport  
7 development revolving fund interest earnings based on:

8 (1) The average daily balance of moneys in the airport development  
9 revolving fund for the preceding month; and

10 (2) the net earnings rate of the pooled money investment portfolio for  
11 the preceding month.

12 (i) The secretary of transportation may adopt rules and regulations for  
13 the purpose of implementing the provisions of this section.

14 Sec. 2. This act shall take effect and be in force from and after its  
15 publication in the statute book.