SENATE BILL No. 137

By Committee on Education

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AN ACT concerning education; relating to the school district finance and quality performance act; the virtual school act; the student data privacy act; tax credit scholarship programs; amending K.S.A. 2014 Supp. 72-3715, 72-6216, 72-6217, 72-6219, 72-6407, 72-6433, 72-8801 and 72-99a03 and repealing the existing sections.

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

New Section 1. Nothing in this act shall affect or invalidate any resolution adopted by a board of education of any school district pursuant to K.S.A. 72-8801 or 72-8809, and amendments thereto, on and after May 1, 2014, but prior to July 1, 2015.

- Sec. 2. K.S.A. 2014 Supp. 72-3715 is hereby amended to read as follows: 72-3715. (a) In order to be included in the full-time equivalent enrollment of a virtual school, a pupil shall be in attendance at the virtual school on: (1) A single school day on or before September 19 of each school year; and (2) on a single school day on or after September 20, but before October 4 of each school year.
- (b) A school district which offers a virtual school shall determine the full-time equivalent enrollment of each pupil enrolled in the virtual school on September 20 of each school year as follows:
- (1) Determine the number of hours the pupil was in attendance on a single school day on or before September 19 of each school year;
- (2) determine the number of hours the pupil was in attendance on a single school day on or after September 20, but before October 4 of each school year;
 - (3) add the numbers obtained under paragraphs (1) and (2);
- (4) divide the sum obtained under paragraph (3) by 12. The quotient is the full-time equivalent enrollment of the pupil.
- (c) The school days on which a district determines the full-time equivalent enrollment of a pupil under paragraphs (1) and (2) of subsection (b)(1) and (2) shall be the school days on which the pupil has the highest number of hours of attendance at the virtual school. No more than six hours of attendance may be counted in a single school day. Attendance may be shown by a pupil's on-line activity or entries in the pupil's virtual school journal or log of activities.
 - (d) (1) Subject to the availability of appropriations for virtual school

 state aid and within the limits of any such appropriations, each school year a school district which offers a virtual school shall be entitled to virtual school state aid.

- (2) The state board of education shall determine the amount of virtual school state aid a school district is entitled to receive as follows:
- (A) Multiply the full-time equivalent enrollment of the virtual school by an amount equal to 105% of the amount of base state aid per pupil;
- (B) multiply the full-time equivalent enrollment of nonproficient atrisk pupils enrolled in an approved at-risk program offered by the virtual school, if any, by an amount equal to 25% of the amount of base state aid per pupil;
- (C) add any amount determined under K.S.A. 2014 Supp. 72-3716, and amendments thereto; and
- (D) add the amounts obtained under subparagraphs (A) through (C). The sum is the amount of the virtual school state aid to which the school district is entitled.
- (3) There is hereby established in every school district a fund which shall be called the virtual school fund, which fund shall consist of all moneys deposited therein or transferred thereto according to law. Moneys received as virtual school state aid shall be deposited in the general fund of the school district and transferred to the virtual school fund of the district. The expenses of a district directly attributable to virtual schools offered by a school district shall be paid from the virtual school fund. The cost of an advance placement course provided to a pupil described in subsection (d) (2)(D) shall be paid by the virtual school.

Any balance remaining in the virtual school fund at the end of the budget year shall be carried forward into the virtual school 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.

Any unencumbered balance of moneys remaining in the virtual school fund of a school district on June 30 of the current school year, may be expended in the school year that immediately succeeds such date by the school district for general operating expenses of the school district as approved by the board of education.

In preparing the budget of such school district, the amounts credited to and the amount on hand in the virtual school 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.

- (e) For the purposes of this section, a pupil enrolled in a virtual school who is not a resident of the state of Kansas shall not be counted in the full-time equivalent enrollment of the virtual school.
 - Sec. 3. K.S.A. 2014 Supp. 72-6216 is hereby amended to read as

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follows: 72-6216. As used in K.S.A. 2014 Supp. 72-6215 through 72-6223, and amendments thereto:

- (a) "Aggregate data" means data collected or reported at the group, cohort or institutional level and which contains no personally identifiable student data.
- (b) "Biometric data" means one or more measurable biological or behavioral characteristics that can be used for automated recognition of an individual, such as fingerprints, retina and iris patterns, voiceprints, DNA sequence, facial characteristics and handwriting.
- (c) "Deidentified student data" means student data collected or reported at the individual level, but which contains no personally identifiable student data.
 - (e) (d) "Department" means the state department of education.
- (d) (e) "Directory information" means a student's name, address, telephone listing, participation in officially recognized activities and sports, weight and height if the student is a member of an athletic team, and degrees, honors or awards received.
- (e) (f) "Educational agency" means a school district or the department.
- (f) (g) "School district" means a unified school district organized and operated under the laws of this state.
- (g) (h) "Statewide longitudinal student data system" means any student data system maintained by the department, which assigns a state identification number for each student who attends an accredited public or private school in Kansas and uses the state identification number to collect student data.
- (h) (i) "Student data" means the following information contained in a student's educational record:
- (1) State and national assessment results, including information on untested students;
- (2) course taking and completion, credits earned and other transcript information;
 - (3) course grades and grade point average;
 - (4) date of birth, grade level and expected date of graduation;
- (5) degree, diploma, credential attainment and other school exit information such as general education development and drop-out data;
 - (6) attendance and mobility;
- (7) data required to calculate the federal four-year adjusted cohort graduation rate, including sufficient exit and drop-out information;
 - (8) remediation;
 - (9) special education data;
- 42 (10) demographic data and program participation information; and
- 43 (11) any other information included in a student's educational record.

(i) (j) "Personally identifiable student data" means student data that, alone or in combination, is linked or linkable to a specific student and would allow a reasonable person to identify the student with reasonable certainty.

Sec. 4. K.S.A. 2014 Supp. 72-6217 is hereby amended to read as follows: 72-6217. (a) Any student data submitted to and maintained by a statewide longitudinal student data system shall only be disclosed by an educational agency in accordance with the provisions of this section. An educational agency shall provide annual written notice to each student's parent or legal guardian that student data may be disclosed in accordance with this section. Such notice shall be signed by the student's parent or legal guardian and maintained on file with the district.

- (b) Student data may be disclosed at any time to:
- (1) The authorized personnel of an educational agency who require such disclosures to perform their assigned duties;
- (2) the authorized personnel of the state board of regents who require such disclosures to perform their assigned duties; and
- (3) the student and the parent or legal guardian of the student, provided the student data pertains solely to such student.
- (c) Student data may be disclosed to the authorized personnel of any state agency not specified in subsection (b), to an individual conducting research as part of an academic program of study or to a service provider of a state agency, educational agency or school who is engaged to perform a function of instruction, assessment, research or longitudinal reporting, provided there is a data-sharing agreement between the educational agency and such other state agency, individual or service provider that provides the following:
 - (1) The purpose, scope and duration of the data-sharing agreement;
- (2) that the recipient of the student data use such information solely for the purposes specified in the agreement;
- (3) that the recipient shall comply with data access, use and security restrictions that are specifically described in the agreement; and
- (4) that the student data shall be destroyed when no longer necessary for the purposes of the data-sharing agreement or upon expiration of the data-sharing agreement, whichever occurs first. Except that a service provider engaged to perform a function of instruction may retain student transcripts as required by applicable laws and rules and regulations. Destruction shall comply with the NISTSP800-88 standards of data destruction.
- (d) Deidentified student data may be disclosed to any public or private audit and evaluation or research organization, provided that any personally identifiable student data is redacted prior to disclosure to the organization. Nothing in this subsection shall prohibit an organization

from using a unique identifier for individual records, provided such unique identifier is not associated with any personally identifiable student data of a particular student.

- (e) (1) Except as otherwise provided in paragraph (2), student data may be disclosed to any governmental entity not specified in subsection (b) or (c), or to any public or private audit and evaluation or research organization, provided that only aggregate data is disclosed to such governmental entity or audit and evaluation or research organization.
- (2) Personally identifiable student data may be disclosed if the student, if an adult, or the parent or legal guardian of the student, if a minor, consents to such disclosure in writing.
- (e) (f) Notwithstanding the provisions of subsections (b), (e) and (d) through (e), an educational agency may disclose:
- (1) Directory information of a student when such agency deems such disclosure necessary and the disclosure of which has been consented to in writing by such student's parent or legal guardian;
- (2) directory information to an enhancement vendor that provides photography services, class ring services, yearbook publishing services, memorabilia services or other substantially similar services;
- (3) any information required to be disclosed pursuant to K.S.A. 65-101, 65-118 and 65-202, and amendments thereto, provided such information is disclosed in accordance with any provisions of such statutes regarding the confidentiality and disclosure of such information;
- (4) any student data in order to comply with any lawful subpoena or court order directing such disclosure; and
- (5) student data to a public or private postsecondary educational institution which is required by such postsecondary educational institution for the purposes of application or admission of a student to such postsecondary educational institution, provided that such disclosure is consented to in writing by such student.
- Sec. 5. K.S.A. 2014 Supp. 72-6219 is hereby amended to read as follows: 72-6219. (a) No test, questionnaire, survey or examination containing any questions about the student's personal beliefs or practices on issues such as sex, family life, morality or religion, or any questions about the student's parents' or guardians' beliefs and practices on issues such as sex, family life, morality or religion, shall be administered to any student enrolled in kindergarten or grades one through 12, unless the parent or guardian of the student is notified in writing that this test, questionnaire, survey or examination is to be administered and the parent or guardian of the student gives written permission for the student to take this test, questionnaire, survey or examination.
- (b) This section shall not prohibit school counselors from providing counseling services to a student, including the administration of tests and

forms which are part of a counselor's student counseling services. Any information obtained through such tests or counseling services shall not be stored on any personal mobile electronic device which is not owned by the school district, including but not limited to, laptops, tablets, phones, flash drives, external hard drives or virtual servers.

- (c) The provisions of this section shall not apply to any questionnaire or survey containing questions on issues such as sex, family life, morality or religion which is administered to any student enrolled in kindergarten or grades one through 12, provided that:
- (1) Such questionnaire or survey does not record, request or solicit a student to provide any personally identifiable student data;
- (2) each student is informed that participation in such questionnaire or survey is voluntary;
- (3) the parent or legal guardian of each student is informed in writing in advance of the questionnaire or survey that such parent or legal guardian may opt a student out of such questionnaire or survey; and
- (4) the results of such questionnaire or survey are reported only as aggregate data.
- Sec. 6. K.S.A. 2014 Supp. 72-6407 is hereby amended to read as follows: 72-6407. (a) (1) "Pupil" means any person who is regularly enrolled in a district and attending kindergarten or any of the grades one through 12 maintained by the district or who is regularly enrolled in a district and attending kindergarten or any of the grades one through 12 in another district in accordance with an agreement entered into under authority of K.S.A. 72-8233, and amendments thereto, or who is regularly enrolled in a district and attending special education services provided for preschool-aged exceptional children by the district.
- (2) Except as otherwise provided in paragraph (3) of this subsection, a pupil in attendance full time shall be counted as one pupil. A pupil in attendance part time shall be counted as that proportion of one pupil f, to the nearest $\frac{1}{2}$, that the pupil's attendance bears to full-time attendance. A pupil attending kindergarten shall be counted as ¹/₂ pupil. A pupil enrolled in and attending an institution of postsecondary education which is authorized under the laws of this state to award academic degrees shall be counted as one pupil if the pupil's postsecondary education enrollment and attendance together with the pupil's attendance in either of the grades 11 or 12 is at least $\frac{5}{16} + \frac{5}{16} = \frac{5}{$ proportion of one pupil (,to the nearest 1/10), that the total time of the pupil's postsecondary education attendance and attendance in grade 11 or 12, as applicable, bears to full-time attendance. A pupil enrolled in and attending an area vocational school, area vocational-technical school or approved vocational education program shall be counted as one pupil if the pupil's vocational education enrollment and attendance together with the

pupil's attendance in any grades nine through 12 is at least ⁵/₆ time, 1 2 otherwise the pupil shall be counted as that proportion of one pupil f, to the 3 nearest $\frac{1}{10}$, that the total time of the pupil's vocational education 4 attendance and attendance in any of grades nine through 12 bears to full-5 time attendance. A pupil enrolled in a district and attending a non-virtual 6 school and also attending a virtual school shall be counted as that 7 proportion of one pupil f, to the nearest $\frac{1}{10}$, that the pupil's attendance at 8 the non-virtual school bears to full-time attendance. Except as provided by 9 this section for preschool-aged exceptional children and virtual school 10 pupils, a pupil enrolled in a district and attending special education and 11 related services, provided for by the district shall be counted as one pupil. 12 A pupil enrolled in a district and attending special education and related 13 services provided for by the district and also attending a virtual school 14 shall be counted as that proportion of one pupil (t, t), the nearest $\frac{1}{10}$, that the pupil's attendance at the non-virtual school bears to full-time 15 16 attendance. A pupil enrolled in a district and attending special education 17 and related services for preschool-aged exceptional children provided for by the district shall be counted as 1/2 pupil. A preschool-aged at-risk pupil 18 19 enrolled in a district and receiving services under an approved at-risk pupil 20 assistance plan maintained by the district shall be counted as ¹/₂ pupil. A 21 pupil in the custody of the secretary for children and families or in the 22 custody of the commissioner of juvenile justice and enrolled in unified 23 school district No. 259, Sedgwick county, Kansas, but housed, maintained, 24 and receiving educational services at the Judge James V. Riddel Boys 25 Ranch, shall be counted as two pupils. Except as provided in section 1 of 26 chapter 76 of the 2009 Session Laws of the state of Kansas, and 27 amendments thereto, a pupil in the custody of the secretary for children 28 and families or in the custody of the commissioner of juvenile justice and 29 enrolled in unified school district No. 409, Atchison, Kansas, but housed, 30 maintained and receiving educational services at the youth residential 31 center located on the grounds of the former Atchison juvenile correctional 32 facility, shall be counted as two pupils. 33

(3) A pupil residing at the Flint Hills job corps center shall not be counted. A pupil confined in and receiving educational services provided for by a district at a juvenile detention facility shall not be counted. A pupil enrolled in a district but housed, maintained, and receiving educational services at a state institution or a psychiatric residential treatment facility shall not be counted.

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- (b) "Preschool-aged exceptional children" means exceptional children, except gifted children, who have attained the age of three years but are under the age of eligibility for attendance at kindergarten.
- (c) (1) "At-risk pupils" means pupils who are eligible for free meals under the national school lunch act and who are enrolled in a district which

maintains an approved at-risk pupil assistance plan.

- (2) The term "at-risk pupils" shall not include any pupil: (A) Enrolled in any of the grades one through 12 who is in attendance less than full time; or (B) who is over 19 years of age. The provisions of this paragraph shall not apply to any pupil who has an individualized education program.
- (d) "Preschool-aged at-risk pupil" means an at-risk pupil who has attained the age of four years, is under the age of eligibility for attendance at kindergarten, and has been selected by the state board in accordance with guidelines consonant with guidelines governing the selection of pupils for participation in head start programs.
- (e) "Enrollment" means: (1) (A) Subject to the provisions of paragraph (1)(B), for districts scheduling the school days or school hours of the school term on a trimestral or quarterly basis, the number of pupils regularly enrolled in the district on September 20 plus the number of pupils regularly enrolled in the district on February 20 less the number of pupils regularly enrolled on February 20 who were counted in the enrollment of the district on September 20; and for districts not specified in this paragraph (1), the number of pupils regularly enrolled in the district on September 20; (B) a pupil who is a foreign exchange student shall not be counted unless such student is regularly enrolled in the district on September 20 and attending kindergarten or any of the grades one through 12 maintained by the district for at least one semester or two quarters or the equivalent thereof;
- (2) if enrollment in a district in any school year has decreased from enrollment in the preceding school year, enrollment of the district in the current school year means whichever is the greater of: (A) The sum of: (i) Enrollment in the preceding school year, excluding pupils under subparagraph (A)(ii), minus enrollment in such school year of preschoolaged at-risk pupils, if any such pupils were enrolled, plus enrollment in the current school year of preschool-aged at-risk pupils, if any such pupils are enrolled; and (ii) adjusted enrollment in the preceding school year of any pupils participating in the tax credit for low income students scholarship program pursuant to K.S.A. 2014 Supp. 72-99a01 through 72-99a07, and amendments thereto, in the current school year, if any, plus adjusted enrollment in the preceding school year of preschool-aged at-risk pupils participating in the tax credit for low income students scholarship program pursuant to K.S.A. 2014 Supp. 72-99a01 through 72-99a07, and amendments thereto, in the current school years, if any such pupils were enrolled; or (B) the sum of enrollment in the current school year of preschool-aged at-risk pupils, if any such pupils are enrolled and the average (mean) of the sum of: (i) Enrollment of the district in the current school year minus enrollment in such school year of preschool-aged at-risk pupils, if any such pupils are enrolled; and (ii) enrollment in the preceding

school year minus enrollment in such school year of preschool-aged at-risk pupils, if any such pupils were enrolled; and (iii) enrollment in the school year next preceding the preceding school year minus enrollment in such school year of preschool-aged at-risk pupils, if any such pupils were enrolled; or

- (3) the number of pupils as determined under K.S.A. 72-6447 or K.S.A. 2014 Supp. 72-6448, and amendments thereto.
- (f) "Adjusted enrollment" means: (1) Enrollment adjusted by adding at-risk pupil weighting, program weighting, low enrollment weighting, if any, high density at-risk pupil weighting, if any, high enrollment weighting, if any, declining enrollment weighting, if any, school facilities weighting, if any, ancillary school facilities weighting, if any, cost of living weighting, if any, special education and related services weighting, and transportation weighting to enrollment; or (2) adjusted enrollment as determined under K.S.A. 2014 Supp. 72-6457 or 72-6458, and amendments thereto.
- (g) "At-risk pupil weighting" means an addend component assigned to enrollment of districts on the basis of enrollment of at-risk pupils.
- (h) "Program weighting" means an addend component assigned to enrollment of districts on the basis of pupil attendance in educational programs which differ in cost from regular educational programs.
- (i) "Low enrollment weighting" means an addend component assigned to enrollment of districts pursuant to K.S.A. 72-6412, and amendments thereto, on the basis of costs attributable to maintenance of educational programs by such districts in comparison with costs attributable to maintenance of educational programs by districts having to which high enrollment weighting is assigned pursuant to K.S.A. 2014 Supp. 72-6442b, and amendments thereto.
- (j) "School facilities weighting" means an addend component assigned to enrollment of districts on the basis of costs attributable to commencing operation of new school facilities.
- (k) "Transportation weighting" means an addend component assigned to enrollment of districts on the basis of costs attributable to the provision or furnishing of transportation.
- (l) "Cost of living weighting" means an addend component assigned to enrollment of districts to which the provisions of K.S.A. 2014 Supp. 72-6449, and amendments thereto, apply on the basis of costs attributable to the cost of living in the district.
- (m) "Ancillary school facilities weighting" means an addend component assigned to enrollment of districts to which the provisions of K.S.A. 72-6441, and amendments thereto, apply on the basis of costs attributable to commencing operation of new school facilities. Ancillary school facilities weighting may be assigned to enrollment of a district only

if the district has levied a tax under authority of K.S.A. 72-6441, and amendments thereto, and remitted the proceeds from such tax to the state treasurer. Ancillary school facilities weighting is in addition to assignment of school facilities weighting to enrollment of any district eligible for such weighting.

- (n) "Juvenile detention facility" has the meaning ascribed thereto by K.S.A. 72-8187, and amendments thereto.
- (o) "Special education and related services weighting" means an addend component assigned to enrollment of districts on the basis of costs attributable to provision of special education and related services for pupils determined to be exceptional children.
- (p) "Virtual school" means any school or educational program that: (1) Is offered for credit; (2) uses distance-learning technologies which predominately use internet-based methods to deliver instruction; (3) involves instruction that occurs asynchronously with the teacher and pupil in separate locations; (4) requires the pupil to make academic progress toward the next grade level and matriculation from kindergarten through high school graduation; (5) requires the pupil to demonstrate competence in subject matter for each class or subject in which the pupil is enrolled as part of the virtual school; and (6) requires age-appropriate pupils to complete state assessment tests.
- (q) "Declining enrollment weighting" means an addend component assigned to enrollment of districts to which the provisions of K.S.A. 2014 Supp. 72-6451, and amendments thereto, apply on the basis of reduced revenues attributable to the declining enrollment of the district.
- (r) "High enrollment weighting" means an addend component assigned to enrollment of districts pursuant to K.S.A. 2014 Supp. 72-6442b, and amendments thereto, on the basis of costs attributable to maintenance of educational programs by such districts as a correlate to low enrollment weighting assigned to enrollment of districts pursuant to K.S.A. 72-6412, and amendments thereto.
- (s) "High density at-risk pupil weighting" means an addend component assigned to enrollment of districts to which the provisions of K.S.A. 2014 Supp. 72-6455, and amendments thereto, apply.
- (t) "Nonproficient pupil" means a pupil who is not eligible for free-meals under the national school lunch act and who has scored less than proficient on the mathematics or reading state assessment during the-preceding school year and who is enrolled in a district which maintains an approved proficiency assistance plan.
- (u) "Psychiatric residential treatment facility" has the meaning ascribed thereto by K.S.A. 72-8187, and amendments thereto.
- Sec. 7. K.S.A. 2014 Supp. 72-6433 is hereby amended to read as follows: 72-6433. (a) As used in this section:

- (1) "State prescribed percentage" means 33% of state financial aid of the district in the current school year.
- (2) "Authorized to adopt a local option budget" means that a district has adopted a resolution pursuant to subsection (c), (d) or (e).
- (3) "State financial aid" shall have the meaning provided in K.S.A. 72-6410, and amendments thereto, except that the term shall not include virtual school state aid, as described in K.S.A. 72-3715, and amendments thereto.
- (b) In each school year, the board of any district may adopt a local option budget which does not exceed the state prescribed percentage.
- (c) Subject to the limitation of subsection (b), in each school year, the board of any district may adopt, by resolution, a local option budget in an amount not to exceed:
- (1) (A) The amount which the board was authorized to adopt in accordance with the provisions of this section in effect prior to its amendment by this act; plus
- (B) the amount which the board was authorized to adopt pursuant to any resolution currently in effect; plus
- (C) the amount which the board was authorized to adopt pursuant to K.S.A. 72-6444, and amendments thereto, if applicable to the district; or
- (2) the state-wide average for the preceding school year as determined by the state board pursuant to subsection (k).

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

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

37	Unified School District No,	
38		County, Kansas.
39	RESOLUTION	

Be It Resolved that:

The board of education of the above-named school district shall be authorized to adopt a local option budget in each school year in an amount not to exceed ______% of the amount of state financial aid. The local option

budget authorized by this resolution may be adopted, unless a petition in opposition to the same, signed by not less than 5% of the qualified electors of the school district, is filed with the county election officer of the home county of the school district within 30 days after publication of this resolution. If a petition is filed, the county election officer shall submit the question of whether adoption of the local option budget shall be authorized to the electors of the school district at an election called for the purpose or at the next general election, as is specified by the board of education of the school district.

CERTIFICATE

This is to certify	that the abov	e resolution	was duly	adopted	by the
board of education of	unified School	ol District No	0,	(County,
Kansas, on the	day of	_,			

Clerk of the board of education

All of the blanks in the resolution shall be filled as is appropriate. If a sufficient petition is not filed, the board may adopt a local option budget. If a sufficient petition is filed, the board may notify the county election officer of the date of an election to be held to submit the question of whether adoption of a local option budget shall be authorized. Any such election shall be noticed, called and held in the manner provided by K.S.A. 10-120, and amendments thereto. If the board fails to notify the county election officer within 30 days after a sufficient petition is filed, the resolution shall be deemed abandoned and no like resolution shall be adopted by the board within the nine months following publication of the resolution.

- (e) (1) Except as provided by paragraphs (2) and (3), any resolution authorizing the adoption of a local option budget in excess of 30% of the state financial aid of the district in the current school year shall not become effective unless such resolution has been submitted to and approved by a majority of the qualified electors of the school district voting at an election called and held thereon. The election shall be called and held in the manner provided by K.S.A. 10-120, and amendments thereto, except that. Such election shall question may be submitted at a general, special or primary election, or may be held as a mail ballot election conducted in accordance with K.S.A. 25-431 et seq., and amendments thereto. Any such election shall be held on or before August 1 of the initial school year for which such resolution was adopted.
- (2) For school year 2014-2015, any board of education of a school district which has adopted a local option budget in excess of 30% of state financial aid in the current school year on or before June 30, 2014, may adopt a second resolution in an amount not to exceed 2% of state financial aid, provided that the aggregate local option budget authority for the district does not exceed 33% of state financial aid in the current school

year. The adoption of a second resolution pursuant to this paragraph shall require a majority vote of the members of the board and shall specifically state in such resolution that it shall expire on June 30, 2015. Such resolution shall be effective upon adoption and shall require no other procedure, authorization or approval.

- (3) The board of unified school district no. 207, as described in K.S.A. 72-5333b, and amendments thereto, may adopt a local option budget in excess of 30% of state financial aid of the district in the current school year in accordance with subsection (d).
- (f) Unless specifically stated otherwise in the resolution, the authority to adopt a local option budget shall be continuous and permanent. The board of any district which is authorized to adopt a local option budget may choose not to adopt such a budget or may adopt a budget in an amount less than the amount authorized. If the board of any district whose authority to adopt a local option budget is not continuous and permanent refrains from adopting a local option budget, the authority of such district to adopt a local option budget shall not be extended by such refrainment beyond the period specified in the resolution authorizing adoption of such budget.
- (g) The board of any district may initiate procedures to renew or increase the authority to adopt a local option budget at any time during a school year after the tax levied pursuant to K.S.A. 72-6435, and amendments thereto, is certified to the county clerk under any existing authorization.
- (h) The board of any district that is authorized to adopt a local option budget prior to the effective date of this act under a resolution which authorized the adoption of such budget in accordance with the provisions of this section in effect prior to its amendment by this act may continue to operate under such resolution for the period of time specified in the resolution or may abandon the resolution and operate under the provisions of this section as amended by this act. Any such district shall operate under the provisions of this section as amended by this act after the period of time specified in the resolution has expired.
- (i) Any resolution adopted pursuant to this section may revoke or repeal any resolution previously adopted by the board. If the resolution does not revoke or repeal previously adopted resolutions, all resolutions which are in effect shall expire on the same date. The maximum amount of the local option budget of a school district under all resolutions in effect shall not exceed the state prescribed percentage in any school year.
- (j) (1) There is hereby established in every district that adopts a local option budget a fund which shall be called the supplemental general fund. The fund shall consist of all amounts deposited therein or credited thereto according to law.

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

- (3) Amounts in the supplemental general fund may not be expended for the purpose of making payments under any lease-purchase agreement involving the acquisition of land or buildings which is entered into pursuant to the provisions of K.S.A. 72-8225, and amendments thereto.
- (4) (A) Except as provided in paragraph (B), any unexpended budget remaining in the supplemental general fund of a district at the conclusion of any school year in which a local option budget is adopted shall be maintained in such fund.
- (B) If the district received supplemental general state aid in the school year, the state board shall determine the ratio of the amount of supplemental general state aid received to the amount of the local option budget of the district for the school year and multiply the total amount of the unexpended budget remaining by such ratio. An amount equal to the amount of the product shall be transferred to the general fund of the district or remitted to the state treasurer. Upon receipt of any such remittance, the state treasurer shall deposit the same in the state treasury to the credit of the state school district finance fund.
- (k) Each year the state board of education shall determine the statewide average percentage of local option budgets legally adopted by school districts for the preceding school year.
- (l) The provisions of this section shall be subject to the provisions of K.S.A. 2014 Supp. 72-6433d, and amendments thereto.

Sec. 8. K.S.A. 2014 Supp. 72-8801 is hereby amended to read as follows: 72-8801. (a) The board of education of any school district may make an annual tax levy at a mill rate not to exceed the statutorily prescribed mill rate for a period of not to exceed five years upon the taxable tangible property in the school district for the purposes specified in this act and for the purpose of paying a portion of the principal and interest on bonds issued by cities under the authority of K.S.A. 12-1774, and amendments thereto, for the financing of redevelopment projects upon property located within the school district. No levy shall be made under this act until a resolution is adopted by the board of education in the

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following form:

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2	Unified School District No,
3	County, Kansas.
4	RESOLUTION
5	Be It Resolved that:
6	The above-named school board shall be authorized to make an annual
7	tax levy for a period not to exceed years in an amount not to
8	exceed mills upon the taxable tangible property in the school
9	district for the purpose of acquisition, construction, reconstruction, repair,
10	remodeling, additions to, furnishing, maintaining and equipping of school
11	district property and equipment necessary for school district purposes,
12	including: (1) Acquisition of computer software; (2) acquisition of
13	performance uniforms; (3) housing and boarding pupils enrolled in an area
14	vocational school operated under the board; (4) architectural expenses; (5)
15	acquisition of building sites; (6) undertaking and maintenance of asbestos
16	control projects; (7) acquisition of school buses; and (8) acquisition of
17	other fixed assets, and for the purpose of paying a portion of the principal
18	and interest on bonds issued by cities under the authority of K.S.A. 12-
19	1774, and amendments thereto, for the financing of redevelopment
20	projects upon property located within the school district. The tax levy
21	authorized by this resolution may be made, unless a petition in opposition
22	to the same, signed by not less than 10% of the qualified electors of the
23	school district, is filed with the county election officer of the home county
24	of the school district within 40 calendar days after the last publication of
25	this resolution. In the event a petition is filed, the county election officer
26	shall submit the question of whether the tax levy shall be authorized to the
27	electors in the school district at an election called for that purpose or at the
28	next general election, as is specified by the board of education of the
29	above school district.
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,
33	County, Kansas, on the day of,
34	
35	Clerk of the board of education.
36	All of the blanks in the above resolution shall be appropriately filled.
37	The blank preceding the word "years" shall be filled with a specific
38	number, and the blank preceding the word "mills" shall be filled with a
39	specific number, and no word shall be inserted in either of the blanks. The
40	resolution shall be published once a week for two consecutive weeks in a
41	newspaper having general circulation in the school district. If no petition
42	as specified above is filed in accordance with the provisions of the
43	resolution, the board of education may make the tax levy specified in the

resolution. If a petition is filed as provided in the resolution, the board of education may notify the county election officer of the date of an election to be held to submit the question of whether the tax levy shall be authorized. If the board of education fails to notify the county election officer within 60 calendar days after a petition is filed, the resolution shall be deemed abandoned and no like resolution shall be adopted by the board of education within the nine months following the first publication of the resolution

(b) As used in this act:

- (1) "Unconditionally authorized to make a capital outlay tax levy" means that the school district has adopted a resolution under this section, has published the same, and either that the resolution was not protested or that it was protested and an election has been held by which the tax levy specified in the resolution was approved;
- (2) "statutorily prescribed mill rate" means: (A) Eight mills; (B) the mill levy rate in excess of eight mills if the resolution fixing such rate was approved at an election prior to the effective date of this act; or (C) the mill levy rate in excess of eight mills if no petition or no sufficient petition was filed in protest to a resolution fixing such rate in excess of eight mills and the protest period for filing such petition has expired;
- (3) "asbestos control project" means any activity which is necessary or incidental to the control of asbestos-containing material in buildings of school districts and includes, but not by way of limitation, any activity undertaken for the removal or encapsulation of asbestos-containing material, for any remodeling, renovation, replacement, rehabilitation or other restoration necessitated by such removal or encapsulation, for conducting inspections, reinspections and periodic surveillance of buildings, performing response actions, and developing, implementing and updating operations and maintenance programs and management plans;
- (4) "asbestos" means the asbestiform varieties of chrysotile (serpentine), crocidolite (riebeckite), amosite (cummingtonitegrunerite), anthophyllite, tremolite, and actinolite; and
- (5) "asbestos-containing material" means any material or product which contains more than 1% asbestos.
- Sec. 9. K.S.A. 2014 Supp. 72-99a03 is hereby amended to read as follows: 72-99a03. (a) There is hereby established the tax credit for low income students scholarship program. The program shall provide eligible students with an opportunity to attend schools of their parents' choice.
- (b) Each scholarship granting organization shall issue a receipt, in a form prescribed by the secretary, to each contributing taxpayer indicating the value of the contribution received. Each taxpayer shall provide a copy of such receipt when claiming the tax credit established in K.S.A. 2014 Supp. 72-99a07, and amendments thereto.

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(c) Prior to awarding an educational scholarship to an eligible student, unless such student is under the age of six years, the scholarship granting organization shall receive written verification from the state board that such student is an eligible student under this program, provided the state board and the board of education of the school district in which the eligible student was enrolled the previous school year have received written consent from such eligible student's parent authorizing the release of such information.

- (d) Upon receipt of information in accordance with subsection (a)(2) of K.S.A. 2014 Supp. 72-99a04(a)(2), and amendments thereto, the state board shall inform the scholarship granting organization if such student has already been designated to receive an educational scholarship by another scholarship granting organization.
- (e) In each school year, each eligible student under this program shall not receive more than one educational scholarship under this program.
- (f) An eligible student's participation in this program by receiving an educational scholarship constitutes a waiver to special education services provided by any school district, unless such school district agrees to-provide such services to the qualified school.
- 20 Sec. 10. K.S.A. 2014 Supp. 72-3715, 72-6216, 72-6217, 72-6219, 72-6407, 72-6433, 72-8801 and 72-99a03 are hereby repealed.
- Sec. 11. This act shall take effect and be in force from and after its publication in the statute book.