

SESSION OF 2016

SUPPLEMENTAL NOTE ON SENATE BILL NO. 512

As Amended by Senate Committee on Ways
and Means

Brief*

SB 512, as amended, would reinstate Supplemental General State Aid (Local Option Budget State Aid) and Capital Outlay State Aid for FY 2017 based upon statutory formulas in place prior to the passage of the CLASS Act (block grant to school districts). Funding lapses would be made to the block grant to fund the additional appropriations.

The bill would appropriate \$465,003,991 for Supplemental State Aid and make a demand transfer from the State General Fund for Capital Outlay State Aid (estimated to be \$50,780,296). These amounts would re-establish the Local Option Budget and Capital Outlay State Aid formulas in state law prior to the passage of the block grant for school districts.

Because the bill would make these direct appropriations to school districts, the bill would lapse \$515,784,787 from the block grant, based on these amounts: \$450,500,000 attributable to Supplemental State Aid; \$27,302,500 attributable to Capital Outlay State Aid; and 1.45 percent of each school district's General State Aid, to be available to fund the appropriations for Supplemental General and Capital Outlay State Aid, as noted above.

The bill also would make conforming amendments to the CLASS Act. Additionally, the bill includes a whereas clause to name this act as the Court Ordered Redistribution of District Funds Act.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

The bill would be in effect upon publication in the *Kansas Register*.

Background

The bill was introduced by the Senate Committee on Ways and Means. At the Senate Committee hearing on the bill, representatives of the Kansas Association of School Boards and Kansas Policy Institute provided neutral testimony. A representative of the Blue Valley School District (USD 229) opposed the bill.

No fiscal note was provided by the Division of the Budget on this appropriations bill.