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

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

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

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

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

2. determine the median AVPP of all school districts;

3. prepare a schedule of dollar amounts using the amount of the median AVPP of all school districts as the point of beginning. The schedule of dollar amounts shall range upward in equal $1,000 intervals from the point of beginning to and including an amount that is equal to the amount of the AVPP of the school district with the highest AVPP of all school districts and shall range downward in equal $1,000 intervals from the point of beginning to and including an amount that is equal to the amount of the AVPP of the school district with the lowest AVPP of all school districts;

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

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

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

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

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

(d) Payments from the school district capital improvements fund shall
be distributed to school districts at times determined by the state board of
education to be necessary to assist school districts in making scheduled
payments pursuant to contractual bond obligations. The state board of
education shall certify to the director of accounts and reports the amount
due each school district entitled to payment from the fund, and the director
of accounts and reports shall draw a warrant on the state treasurer payable
to the treasurer of the school district. Upon receipt of the warrant, the
treasurer of the school district shall credit the amount thereof to the bond
and interest fund of the school district to be used for the purposes of such
fund.
(e) The provisions of this section apply only to contractual obligations incurred by school districts pursuant to general obligation bonds issued upon approval of a majority of the qualified electors of the school district voting at an election upon the question of the issuance of such bonds.

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

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

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