

SENATE BILL No. 315

By Committee on Federal and State Affairs

2-13

AN ACT concerning the use of state gaming revenues; amending K.S.A. 2000 Supp. 79-4804 and repealing the existing section.

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

Section 1. K.S.A. 2000 Supp. 79-4804 is hereby amended to read as follows: 79-4804. (a) After the transfer of moneys pursuant to K.S.A. 2000 Supp. 79-4806, and amendments thereto, an amount equal to ~~85%~~ 83% of the balance of all moneys credited to the state gaming revenues fund shall be transferred and credited to the state economic development initiatives fund. Expenditures from the state economic development initiatives fund shall be made in accordance with appropriations acts for the financing of such programs supporting and enhancing the existing economic foundation of the state and fostering growth through the expansion of current, and the establishment and attraction of new, commercial and industrial enterprises as provided by this section and as may be authorized by law and not less than ½ of such money shall be distributed equally among the congressional districts of the state. Except as provided by subsection (g), all moneys credited to the state economic development initiatives fund shall be credited within the fund, as provided by law, to an account or accounts of the fund which are created by this section.

(b) There is hereby created the Kansas capital formation account in the state economic development initiatives fund. All moneys credited to the Kansas capital formation account shall be used to provide, encourage and implement capital development and formation in Kansas.

(c) There is hereby created the Kansas economic development research and development account in the state economic development initiatives fund. All moneys credited to the Kansas economic development research and development account shall be used to promote, encourage and implement research and development programs and activities in Kansas and technical assistance funded through state educational institutions under the supervision and control of the state board of regents or other Kansas colleges and universities.

(d) There is hereby created the Kansas economic development endowment account in the state economic development initiatives fund. All moneys credited to the Kansas economic development endowment ac-

1 count shall be accumulated and invested as provided in this section to
2 provide an ongoing source of funds which shall be used for economic
3 development activities in Kansas, including but not limited to continuing
4 appropriations or demand transfers for programs and projects which shall
5 include, but are not limited to, specific community infrastructure projects
6 in Kansas that stimulate economic growth.

7 (e) Except as provided in subsection (f), the director of investments
8 may invest and reinvest moneys credited to the state economic develop-
9 ment initiatives fund in accordance with investment policies established
10 by the pooled money investment board under K.S.A. 75-4232, and
11 amendments thereto, in the pooled money investment portfolio. All mon-
12 eys received as interest earned by the investment of the moneys credited
13 to the state economic development initiatives fund shall be deposited in
14 the state treasury and credited to the Kansas economic development en-
15 dowment account of such fund.

16 (f) Moneys credited to the Kansas economic development endow-
17 ment account of the state economic development initiatives fund may be
18 invested in government guaranteed loans and debentures as provided by
19 law in addition to the investments authorized by subsection (e) or in lieu
20 of such investments. All moneys received as interest earned by the in-
21 vestment under this subsection of the moneys credited to the Kansas
22 economic development endowment account shall be deposited in the
23 state treasury and credited to the Kansas economic development endow-
24 ment account of the state economic development initiatives fund.

25 (g) In each fiscal year, the director of accounts and reports shall make
26 transfers in equal amounts on July 15 and January 15 which in the aggre-
27 gate equal \$2,000,000 from the state economic development initiatives
28 fund to the state water plan fund created by K.S.A. 82a-951, and amend-
29 ments thereto. No other moneys credited to the state economic devel-
30 opment initiatives fund shall be used for: (1) Water-related projects or
31 programs, or related technical assistance; or (2) any other projects or
32 programs, or related technical assistance, which meet one or more of the
33 long-range goals, objectives and considerations set forth in the state water
34 resource planning act.

35 New Sec. 2. (a) After the transfer of moneys pursuant to K.S.A. 2000
36 Supp. 79-4806, and amendments thereto, an amount equal to 2% of the
37 moneys credited to the state gaming revenues fund shall be transferred
38 and credited to the Kansas community reinvestment special revenue fund
39 created pursuant to subsection (b).

40 (b) There is hereby created in the state treasury, the Kansas com-
41 munity reinvestment special revenue fund which shall be administered
42 by the secretary of the department of commerce and housing. Seventy-
43 five percent of all moneys credited to such fund shall be allocated for

1 expenditure on grants awarded equally among each of the state senatorial
2 districts; and 25% of all moneys shall be allocated for expenditure on
3 grants awarded equally among each of the state house of representative
4 districts. Grants awarded the Kansas community reinvestment special rev-
5 enue fund shall be for the purpose of funding, or supplementing the
6 funding of, projects or services provided by political subdivisions of the
7 state or projects or services provided by non profit organizations. All ex-
8 penditures from the Kansas community reinvestment special revenue
9 fund shall be in accordance with appropriation acts upon warrants of the
10 director of accounts and reports issued pursuant to vouchers approved
11 by the secretary of commerce and housing or the secretary's designee.

12 (c) Grant applications shall be submitted to the member of the senate
13 or the member of the house of representatives in which such political
14 subdivision is located or where the project or service is to be provided.
15 Applications may be sent to more than one legislator as long as the po-
16 litical subdivision, or part thereof, is located in each of such legislator's
17 district or the project or service is to be provided in each of such legis-
18 lator's district. If a grant application is sent to more than one legislator,
19 the application shall include a notice of such fact and shall include the
20 names of all legislators receiving an application for a grant to fund such
21 project or service. Legislators receiving applications from the same ap-
22 plicant for the same project or service may cooperate in the expenditure
23 of the moneys allocated for expenditure in such legislators' districts.

24 (d) After selecting the project or service which the legislator approves
25 for the grant, the legislator shall send to the secretary of the department
26 of commerce and housing a notice of the legislator's decision along with
27 the application for the grant and any other information required by the
28 secretary.

29 (e) The secretary shall review the application for compliance with the
30 requirements of this act. If the secretary finds the applicant and the pro-
31 ject or service complies with the requirements of this act, the secretary
32 shall award the grant. If the secretary finds the applicant or the project
33 or service fails to comply with the requirements of this act, the secretary
34 shall notify the legislator who requested approval of the grant and the
35 reasons why the grant cannot be awarded.

36 Any application which fails to comply with the requirements of this act
37 may be resubmitted for approval if the applicant, project or service sub-
38 sequently meets the requirements of this act.

39 (f) The secretary of the department of commerce and housing shall
40 adopt any rules and regulations necessary for the implementation of this
41 act.

42 Sec. 3. K.S.A. 2000 Supp. 79-4804 is hereby repealed.

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1 Sec. 4. This act shall take effect and be in force from and after its
2 publication in the statute book.
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