Session of 2002

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SENATE BILL No. 591

By Senator Brownlee

2-13

AN ACT concerning school finance; relating to certain weightings and
base state aid per pupil; amending K.S.A. 72-6405, 72-6427 and 726428 and K.S.A. 2001 Supp. 72-6407, 72-6409 and 72-6410 and repealing the existing sections; also repealing K.S.A. 72-6411 and 726413 and K.S.A. 2001 Supp. 72-6414.

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

Section 1. K.S.A. 72-6405 is hereby amended to read as follows: 72-6405. (a) K.S.A. 72-6405 through 72-6440 and K.S.A. 2001 Supp. 72-6441 *through* 72-6446, and amendments thereto, shall be known and may be cited as the school district finance and quality performance act.

20 (b) The provisions of this section shall take effect and be in force 21 from and after July 1, 1992.

Sec. 2. K.S.A. 2001 Supp. 72-6407 is hereby amended to read as 22 23 follows: 72-6407. (a) "Pupil" means any person who is regularly enrolled 24in a district and attending kindergarten or any of the grades one through 2512 maintained by the district or who is regularly enrolled in a district and 26 attending kindergarten or any of the grades one through 12 in another 27 district in accordance with an agreement entered into under authority of 28K.S.A. 72-8233, and amendments thereto, or who is regularly enrolled in 29 a district and attending special education services provided for preschool-30 aged exceptional children by the district. Except as otherwise provided 31 in this subsection, a pupil in attendance full time shall be counted as one 32 pupil. A pupil in attendance part time shall be counted as that proportion 33 of one pupil (to the nearest ¹/10) that the pupil's attendance bears to full-34 time attendance. A pupil attending kindergarten shall be counted as $\frac{1}{2}$ 35 pupil. A pupil enrolled in and attending an institution of postsecondary 36 education which is authorized under the laws of this state to award aca-37 demic degrees shall be counted as one pupil if the pupil's postsecondary 38 education enrollment and attendance together with the pupil's attend-39 ance in either of the grades 11 or 12 is at least 5% time, otherwise the 40pupil shall be counted as that proportion of one pupil (to the nearest $\frac{1}{10}$) 41 that the total time of the pupil's postsecondary education attendance and 42 attendance in grade 11 or 12, as applicable, bears to full-time attendance. 43 A pupil enrolled in and attending an area vocational school, area voca-

tional-technical school or approved vocational education program shall be 1 counted as one pupil if the pupil's vocational education enrollment and 2 3 attendance together with the pupil's attendance in any of grades nine through 12 is at least ⁵/₆ time, otherwise the pupil shall be counted as that 4 proportion of one pupil (to the nearest 1/10) that the total time of the 56 pupil's vocational education attendance and attendance in any of grades 7 nine through 12 bears to full-time attendance. A pupil enrolled in a district and attending special education and related services, except special 8 9 education and related services for preschool-aged exceptional children, 10 provided for by the district shall be counted as one pupil. A pupil enrolled 11 in a district and attending special education and related services for preschool-aged exceptional children provided for by the district shall be 12 13 counted as ¹/₂ pupil. A preschool-aged at-risk pupil enrolled in a district 14 and receiving services under an approved at-risk pupil assistance plan 15maintained by the district shall be counted as 1/2 pupil. A pupil in the 16 custody of the secretary of social and rehabilitation services and enrolled 17in unified school district No. 259, Sedgwick county, Kansas, but housed, 18 maintained, and receiving educational services at the Judge James V. Rid-19 del Boys Ranch, shall be counted as two pupils. A pupil residing at the 20 Flint Hills job corps center shall not be counted. A pupil confined in and 21 receiving educational services provided for by a district at a juvenile de-22 tention facility shall not be counted. A pupil enrolled in a district but 23housed, maintained, and receiving educational services at a state institu-24tion shall not be counted.

(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) "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.

"Preschool-aged at-risk pupil" means an at-risk pupil who has 31 (d) 32 attained the age of four years, is under the age of eligibility for attendance 33 at kindergarten, and has been selected by the state board in accordance with guidelines consonant with guidelines governing the selection of pu-34 35 pils for participation in head start programs. The state board shall select 36 not more than 3,756 preschool-aged at-risk pupils to be counted in the 37 2001-02 school year and not more than 5,500 preschool-aged at-risk pupils to be counted in any school year thereafter. 38

(e) "Enrollment" means, 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 dis-1 tricts not hereinbefore specified, the number of pupils regularly enrolled 2 3 in the district on September 20. Notwithstanding the foregoing, if en-4 rollment in a district in any school year has decreased from enrollment in the preceding school year, enrollment of the district in the current 56 school year means whichever is the greater of (1) enrollment in the pre-7 ceding school year minus enrollment in such school year of preschoolaged at-risk pupils, if any such pupils were enrolled, plus enrollment in 8 9 the current school year of preschool-aged at-risk pupils, if any such pupils 10 are enrolled, or (2) the sum of enrollment in the current school year of 11 preschool-aged at-risk pupils, if any such pupils are enrolled and the av-12 erage (mean) of the sum of (A) enrollment of the district in the current 13 school year minus enrollment in such school year of preschool-aged at-14 risk pupils, if any such pupils are enrolled and (B) enrollment in the 15preceding school year minus enrollment in such school year of preschool-16 aged at-risk pupils, if any such pupils were enrolled and (C) enrollment 17in the school year next preceding the preceding school year minus en-18 rollment in such school year of preschool-aged at-risk pupils, if any such 19 pupils were enrolled.

20(f) "Adjusted enrollment" means enrollment adjusted by adding at-21 risk pupil weighting, program weighting, low enrollment weighting, if any, 22 correlation weighting, if any, school facilities weighting, if any, ancillary school facilities weighting, if any, special education and related services 2324weighting, and transportation weighting to enrollment.

25- "At-risk pupil weighting" means an addend component assigned 26 to enrollment of districts on the basis of enrollment of at-risk pupils. (h) "Program weighting" means an addend component assigned to 27 enrollment of districts on the basis of pupil attendance in educational 2829 programs which differ in cost from regular educational programs.

30 (i) (g) "Low enrollment weighting" means an addend component as-31 signed to enrollment of districts having under 1,725 enrollment on the 32 basis of costs attributable to maintenance of educational programs by such 33 districts in comparison with costs attributable to maintenance of educa-34 tional programs by districts having 1,725 or over enrollment.

35 (\mathbf{j}) (h) "School facilities weighting" means an addend component as-36 signed to enrollment of districts on the basis of costs attributable to com-37 mencing operation of new school facilities. School facilities weighting may 38 be assigned to enrollment of a district only if the district has adopted a 39 local option budget and budgeted therein the total amount authorized for 40the school year. School facilities weighting may be assigned to enrollment of the district only in the school year in which operation of a new school 4142 facility is commenced and in the next succeeding school year.

(k) "Transportation weighting" means an addend component as-43

signed to enrollment of districts on the basis of costs attributable to the provision or furnishing of transportation.

3 -(1)(i) "Correlation weighting" means an addend component assigned 4 to enrollment of districts having 1,725 or over enrollment on the basis of 5 costs attributable to maintenance of educational programs by such dis-6 tricts as a correlate to low enrollment weighting assigned to enrollment 7 of districts having under 1,725 enrollment.

(m) (j) "Ancillary school facilities weighting" means an addend com-8 9 ponent assigned to enrollment of districts to which the provisions of 10 K.S.A. 2001 Supp. 72-6441, and amendments thereto, apply on the basis 11 of costs attributable to commencing operation of new school facilities. 12 Ancillary school facilities weighting may be assigned to enrollment of a 13 district only if the district has levied a tax under authority of K.S.A. 2001 14 Supp. 72-6441, and amendments thereto, and remitted the proceeds from 15such tax to the state treasurer. Ancillary school facilities weighting is in 16 addition to assignment of school facilities weighting to enrollment of any 17district eligible for such weighting.

 (\mathbf{n}) (k) "Juvenile detention facility" means any community juvenile 1819 corrections center or facility, the Forbes Juvenile Attention Facility, the 20 Sappa Valley Youth Ranch of Oberlin, Salvation Army/Koch Center Youth 21 Services, the Clarence M. Kelley Youth Center, the Clarence M. Kelley 22 Transitional Living Center, Trego County Secure Care Center, St. Fran-23cis Academy at Atchison, St. Francis Academy at Ellsworth, St. Francis 24Academy at Salina, St. Francis Center at Salina, King's Achievement Cen-25ter, and Liberty Juvenile Services and Treatment.

26 (o) (l) "Special education and related services weighting" means an
27 addend component assigned to enrollment of districts on the basis of costs
28 attributable to provision of special education and related services for pu29 pils determined to be exceptional children.

30 Sec. 3. K.S.A. 2001 Supp. 72-6409 is hereby amended to read as 31 follows: 72-6409. (a) "General fund" means the fund of a district from 32 which operating expenses are paid and in which is deposited the proceeds 33 from the tax levied under K.S.A. 72-6431, and amendments thereto, all 34 amounts of general state aid under this act, payments under K.S.A. 72-35 7105a, and amendments thereto, payments of federal funds made avail-36 able under the provisions of title I of public law 874, except amounts 37 received for assistance in cases of major disaster and amounts received 38 under the low-rent housing program, and such other moneys as are pro-39 vided by law.

40 (b) "Operating expenses" means the total expenditures and lawful 41 transfers from the general fund of a district during a school year for all 42 purposes, except expenditures for the purposes specified in K.S.A. 72-43 6430, and amendments thereto. 1

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(c) "General fund budget" means the amount budgeted for operating expenses in the general fund of a district.

3 (d) "Budget per pupil" means the general fund budget of a district4 divided by the enrollment of the district.

(e) "Program weighted fund" means and includes the following funds
 of a district: Transportation fund, vocational education fund, and bilingual
 education fund.

(f) (e) "Categorical fund" means and includes the following funds of 8 9 a district: Special education fund, food service fund, driver training fund, 10 adult education fund, adult supplementary education fund, area voca-11 tional school fund, inservice education fund, parent education program fund, summer program fund, extraordinary school program fund, bilin-1213 gual education fund, vocational education fund, technology education 14 fund, transportation fund and educational excellence grant program fund. 15Sec. 4. K.S.A. 2001 Supp. 72-6410 is hereby amended to read as 16 follows: 72-6410. (a) "State financial aid" means an amount equal to the 17product obtained by multiplying base state aid per pupil by the adjusted 18 enrollment of a district.

19 (b) "Base state aid per pupil" means an amount of state financial aid 20per pupil. Subject to the other provisions of this subsection, the amount 21 of base state aid per pupil is \$3,870 \$4,140. The amount of base state aid 22 per pupil is subject to reduction commensurate with any reduction under 23K.S.A. 75-6704, and amendments thereto, in the amount of the appro-24priation from the state general fund for general state aid. If the amount 25of appropriations for general state aid is insufficient to pay in full the 26 amount each district is entitled to receive for any school year, the amount 27of base state aid per pupil for such school year is subject to reduction 28commensurate with the amount of the insufficiency.

29 (c) "Local effort" means the sum of an amount equal to the proceeds 30 from the tax levied under authority of K.S.A. 72-6431, and amendments 31 thereto, and an amount equal to any unexpended and unencumbered 32 balance remaining in the general fund of the district, except amounts 33 received by the district and authorized to be expended for the purposes 34 specified in K.S.A. 72-6430, and amendments thereto, and an amount 35 equal to any unexpended and unencumbered balances remaining in the program weighted funds of the district, except any amount in the voca-36 tional education fund of the district if the district is operating an area 37 vocational school, and an amount equal to any remaining proceeds from 38 taxes levied under authority of K.S.A. 72-7056 and 72-7072, and amend-39 40ments thereto, prior to the repeal of such statutory sections, and an amount equal to the amount deposited in the general fund in the current 4142 school year from amounts received in such year by the district under the

43 provisions of subsection (a) of K.S.A. 72-1046a, and amendments thereto,

and an amount equal to the amount deposited in the general fund in the 1 2 current school year from amounts received in such year by the district 3 pursuant to contracts made and entered into under authority of K.S.A. 4 72-6757, and amendments thereto, and an amount equal to the amount credited to the general fund in the current school year from amounts 56 distributed in such year to the district under the provisions of articles 17 7 and 34 of chapter 12 of Kansas Statutes Annotated and under the provisions of articles 42 and 51 of chapter 79 of Kansas Statutes Annotated, 8 9 and an amount equal to the amount of payments received by the district 10 under the provisions of K.S.A. 72-979, and amendments thereto, and an 11 amount equal to the amount of a grant, if any, received by the district under the provisions of K.S.A. 2001 Supp. 72-983, and amendments 12thereto, and an amount equal to 75% of the federal impact aid of the 13 14 district.

15(d) "Federal impact aid" means an amount equal to the federally 16 qualified percentage of the amount of moneys a district receives in the 17current school year under the provisions of title I of public law 874 and 18 congressional appropriations therefor, excluding amounts received for as-19 sistance in cases of major disaster and amounts received under the low-20 rent housing program. The amount of federal impact aid defined herein 21as an amount equal to the federally qualified percentage of the amount 22 of moneys provided for the district under title I of public law 874 shall 23be determined by the state board in accordance with terms and conditions 24imposed under the provisions of the public law and rules and regulations 25thereunder.

Sec. 5. K.S.A. 72-6427 is hereby amended to read as follows: 72-6427. (a) Except as otherwise provided in this section, any revenues of a district, not required by law to be deposited in or credited to a specific fund, shall be deposited in or credited to any program weighted fund or any categorical fund of the district or to the capital outlay fund of the district.

(b) At the discretion of the board of any district, revenues earned
from the investment of an activity fund of the district in accordance with
the provisions of K.S.A. 12-1675, and amendments thereto, may be deposited in or credited to such activity fund.

36 (c) (1) At the discretion of the board of any district and subject to 37 provision (2), any revenues specified in subsections (a) and (b) may be 38 deposited in or credited to the general fund of the district in any school 39 year for which the allotment system authorized under K.S.A. 75-3722, 40 and amendments thereto, has been inaugurated and applied to appro-41 priations made for general state aid or in any school year for which any 42 portion of the appropriations made for general state aid are lapsed by act 43 of the logical time.

43 of the legislature.

1 (2) In no event may the amount of revenues deposited in or credited 2 to the general fund of the district under authority of provision (1) exceed 3 an amount equal to the amount of the reduction in general state aid 4 entitlement of the district determined by the state board to be the result 5 of application of the allotment system to the appropriations made for 6 general state aid or of the lapse of any portion thereof by act of the 7 legislature.

(d) At the discretion of the board of any district, revenues received 8 9 by the district from the federal government as the district's share of the 10 proceeds derived from sale by the federal government of its rights to oil, gas and other minerals located beneath the surface of lands within the 11 district's boundaries may be deposited in the bond and interest fund of 1213 the district and used for the purposes of such fund. If at any time all 14 indebtedness and obligations of such fund have been fully paid and can-15celed, the revenues authorized by this subsection to be deposited in such 16 fund shall be disposed of as provided in subsection (a).

17 (e) To the extent that \bar{K} .S.A. 72-1623, 72-8804 and 79-2958, and 18 amendments to such sections, conflict with this section, this section shall 19 control.

20 (f) The provisions of this section shall take effect and be in force from 21 and after July 1, 1992.

22 Sec. 6. K.S.A. 72-6428 is hereby amended to read as follows: 72-236428. (a) Any lawful transfer of moneys from the general fund of a district 24to any other fund shall be an operating expense in the year the transfer 25is made. The board of any district may transfer moneys from the general fund to any categorical fund of the district in any school year. The board 26 27of any district may transfer moneys from the general fund to any program weighted fund of the district in any school year, subject to the following 2829 conditions:

30 -(1) No board shall transfer moneys in any amount from the general
 31 fund to a program weighted fund prior to maturation of the obligation of
 32 the fund necessitating the transfer.

33 (2) The board may transfer moneys in an amount not to exceed the
 34 amount of the obligation of the program weighted fund necessitating the
 35 transfer.

(b) The board of any district may transfer moneys from the general
 fund to the technology education fund of the district in any school year,
 subject to the conditions imposed upon transferability of moneys from
 the general fund to program weighted funds of the district.

40 (e) (b) The board of any district may transfer moneys from the general 41 fund to the contingency reserve fund of the district in any school year, 42 subject to the limitations imposed upon the amount authorized to be

43 maintained in the contingency reserve fund under K.S.A. 72-6426, and

1 amendments thereto.

5 (1) No board shall transfer moneys in any amount from the general 6 fund to the capital outlay fund prior to June 1 in any school year.

(2) The board of any of the districts with 10,000 or more enrollment
may transfer moneys in an amount not to exceed an amount equal to 1%
of the general fund budget.

(3) The board of any district, other than the districts with 10,000 or
more enrollment, may transfer moneys in an amount not to exceed an
amount equal to 2% of the general fund budget.

(4) No board shall transfer moneys in any amount from the general
fund to the capital outlay fund in any school year commencing after June
30, 1993, unless such board, in its adopted budget for such year, shall
have budgeted a capital outlay levy at (A) not less than a 3.5 mill rate or
(B) not less than the mill rate necessary to produce the same amount of
money that would have been produced by a 3.5 mill rate in the 1988-89
school year, whichever of (A) or (B) is the greater mill rate.

(c) (d) Any district may make capital outlay expenditures from the
 general fund for acquisition of equipment and repair of school buildings.
 (f) The provisions of this section shall take effect and be in force from
 and after July 1, 1992.

New Sec. 7. School districts shall continue to provide, as otherwise required by law, and nothing in this act shall be construed as eliminating or affecting school districts' duties to provide, as otherwise required by law, services for transportation, bilingual education, vocational education and at-risk pupils.

Sec. 8. K.S.A. 72-6405, 72-6411, 72-6413, 72-6427 and 72-6428 and
K.S.A. 2001 Supp. 72-6407, 72-6409, 72-6410 and 72-6414 are hereby
repealed.

32 Sec. 9. This act shall take effect and be in force from and after its 33 publication in the statute book.

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