

HOUSE BILL No. 2028

By Representative Otto

1-9

9 AN ACT relating to school finance; increasing the statewide property tax
10 levy therefor; concerning local option budgets; amending K.S.A. 2006
11 Supp. 72-6431, 72-6433, 72-6434 and 79-201x and repealing the ex-
12 isting sections.
13

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

15 Section 1. K.S.A. 2006 Supp. 72-6431 is hereby amended to read as
16 follows: 72-6431. (a) The board of each district shall levy an ad valorem
17 tax upon the taxable tangible property of the district in the school years
18 specified in subsection (b) for the purpose of:

19 (1) Financing that portion of the district's general fund budget which
20 is not financed from any other source provided by law;

21 (2) paying a portion of the costs of operating and maintaining public
22 schools in partial fulfillment of the constitutional obligation of the legis-
23 lature to finance the educational interests of the state; and

24 (3) with respect to any redevelopment district established prior to
25 July 1, 1997, pursuant to K.S.A. 12-1771, and amendments thereto, pay-
26 ing a portion of the principal and interest on bonds issued by cities under
27 authority of K.S.A. 12-1774, and amendments thereto, for the financing
28 of redevelopment projects upon property located within the district.

29 (b) The tax required under subsection (a) shall be levied at a rate of
30 ~~20~~ 25 mills in the school year ~~2005-2006 and school year 2006-2007~~ 2007-
31 2008 and school year 2008-2009.

32 (c) The proceeds from the tax levied by a district under authority of
33 this section, except the proceeds of such tax levied for the purpose of
34 paying a portion of the principal and interest on bonds issued by cities
35 under authority of K.S.A. 12-1774, and amendments thereto, for the fi-
36 nancing of redevelopment projects upon property located within the dis-
37 trict, shall be deposited in the general fund of the district.

38 (d) On June 6 of each year, the amount, if any, by which a district's
39 local effort exceeds the amount of the district's state financial aid, as
40 determined by the state board, shall be remitted to the state treasurer.
41 Upon receipt of any such remittance, the state treasurer shall deposit the
42 same in the state treasury to the credit of the state school district finance
43 fund.

1 (e) No district shall proceed under K.S.A. 79-1964, 79-1964a or 79-
2 1964b, and amendments thereto.

3 Sec. 2. K.S.A. 2006 Supp. 72-6433 is hereby amended to read as
4 follows: 72-6433. (a) (1) The board of any district may adopt a local option
5 budget in each school year in an amount not to exceed an amount equal
6 to the district prescribed percentage of the amount of state financial aid
7 determined for the district in the school year. As used in this section,
8 “district prescribed percentage” means:

9 (A) For any district that was authorized to adopt and that adopted a
10 local option budget in the 1996-97 school year and to which the provisions
11 of K.S.A. 72-6444, and amendments thereto, do not apply in the current
12 school year, in the 2001-02 school year and in each school year thereafter,
13 a percentage that is equal to 80% of the percentage specified in the res-
14 olution under which the district was authorized to adopt a local option
15 budget in the 1996-97 school year;

16 (B) for any district that was authorized to adopt and that adopted a
17 local option budget in the 1996-97 school year and to which the provisions
18 of K.S.A. 72-6444, and amendments thereto, apply in the current school
19 year, a percentage in the 2001-02 school year and each school year there-
20 after that is equal to the sum of the percentage of the amount of state
21 financial aid the district was authorized to budget in the preceding school
22 year and the percentage computed for the district by the state board
23 under the provisions of K.S.A. 72-6444, and amendments thereto;

24 (C) for any district that was not authorized to adopt a local option
25 budget in the 1996-97 school year and to which the provisions of K.S.A.
26 72-6444, and amendments thereto, apply in the current school year, a
27 percentage in the 2001-02 school year and each school year thereafter
28 that is equal to the sum of the percentage of the amount of state financial
29 aid the district was authorized to budget in the preceding school year and
30 the percentage computed for the district by the state board under the
31 provisions of K.S.A. 72-6444, and amendments thereto;

32 (D) for any district to which the provisions of K.S.A. 72-6444, and
33 amendments thereto, applied in the 1997-98 school year and to which
34 the provisions of K.S.A. 72-6444, and amendments thereto, do not apply
35 in the current school year because an increase in the amount budgeted
36 by the district in its local option budget as authorized by a resolution
37 adopted under the provisions of subsection (b) causes the actual amount
38 per pupil budgeted by the district in the preceding school year as deter-
39 mined for the district under provision (1) of subsection (a) of K.S.A. 72-
40 6444, and amendments thereto, to equal or exceed the average amount
41 per pupil of general fund budgets and local option budgets computed by
42 the state board under whichever of the provisions (7) through (10) of
43 subsection (a) of K.S.A. 72-6444, and amendments thereto, is applicable

1 to the district's enrollment group, a percentage that is equal to the per-
 2 centage of the amount of state financial aid the district was authorized to
 3 budget in the preceding school year if the resolution authorized the dis-
 4 trict to increase its local option budget on a continuous and permanent
 5 basis. If the resolution that authorized the district to increase its local
 6 option budget specified a definite period of time for which the district
 7 would retain its authority to increase the local option budget and such
 8 authority lapses at the conclusion of such period and is not renewed, the
 9 term district prescribed percentage means a percentage that is equal to
 10 the percentage of the amount of state financial aid the district was au-
 11 thorized to budget in the preceding school year less the percentage of
 12 increase that was authorized by the resolution unless the loss of the per-
 13 centage of increase that was authorized by the resolution would cause the
 14 actual amount per pupil budgeted by the district to be less than the av-
 15 erage amount per pupil of general fund budgets and local option budgets
 16 computed by the state board under whichever of the provisions (7)
 17 through (10) of subsection (a) of K.S.A. 72-6444, and amendments
 18 thereto, is applicable to the district's enrollment group, in which case, the
 19 term district prescribed percentage means a percentage that is equal to
 20 the percentage of the amount of state financial aid the district was au-
 21 thorized to budget in the preceding school year less the percentage of
 22 increase that was authorized by the resolution plus a percentage which
 23 shall be computed for the district by the state board in accordance with
 24 the provisions of K.S.A. 72-6444, and amendments thereto, except that,
 25 in making the determination of the actual amount per pupil budgeted by
 26 the district in the preceding school year, the state board shall exclude the
 27 percentage of increase that was authorized by the resolution.

28 (2) (A) Subject to the provisions of subpart (B), the adoption of a
 29 local option budget under authority of this subsection shall require a
 30 majority vote of the members of the board and shall require no other
 31 procedure, authorization or approval.

32 (B) In lieu of utilizing the authority granted by subpart (A) for adop-
 33 tion of a local option budget, the board of a district may pass a resolution
 34 authorizing adoption of such a budget and publish such resolution once
 35 in a newspaper having general circulation in the district. The resolution
 36 shall be published in substantial compliance with the following form:

37 Unified School District No. _____,
 38 _____ County, Kansas.

39 RESOLUTION

40 Be It Resolved that:

41 The board of education of the above-named school district shall be authorized to adopt
 42 a local option budget in each school year for a period of time not to exceed _____ years
 43 in an amount not to exceed _____% of the amount of state financial aid determined for

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

9 CERTIFICATE

10 This is to certify that the above resolution was duly adopted by the board of education of
 11 Unified School District No. _____, _____ County, Kansas, on the ____ day
 12 of _____, ____.

13 _____
 14 Clerk of the board of education.

15 All of the blanks in the resolution shall be appropriately filled. The
 16 blank preceding the word "years" shall be filled with a specific number,
 17 and the blank preceding the percentage symbol shall be filled with a
 18 specific number. No word shall be inserted in either of the blanks. The
 19 percentage specified in the resolution shall not exceed the district pre-
 20 scribed percentage. The resolution shall be published once in a news-
 21 paper having general circulation in the school district. If no petition as
 22 specified above is filed in accordance with the provisions of the resolution,
 23 the board may adopt a local option budget. If a petition is filed as provided
 24 in the resolution, the board may notify the county election officer of the
 25 date of an election to be held to submit the question of whether adoption
 26 of a local option budget shall be authorized. If the board fails to notify
 27 the county election officer within 30 days after a petition is filed, the
 28 resolution shall be deemed abandoned and no like resolution shall be
 29 adopted by the board within the nine months following publication of the
 30 resolution. If any district is authorized to adopt a local option budget
 31 under this subpart, but the board of such district chooses, in any school
 32 year, not to adopt such a budget or chooses, in any school year, to adopt
 33 such budget in an amount less than the amount of the district prescribed
 34 percentage of the amount of state financial aid in any school year, such
 35 board of education may so choose. If the board of any district refrains
 36 from adopting a local option budget in any one or more school years or
 37 refrains from budgeting the total amount authorized for any one or more
 38 school years, the authority of such district to adopt a local option budget
 39 shall not be extended by such refrainment beyond the period specified
 40 in the resolution authorizing adoption of such budget, nor shall the
 41 amount authorized to be budgeted in any succeeding school year be in-
 42 creased by such refrainment. Whenever an initial resolution has been
 43 adopted under this subpart, and such resolution specified a lesser per-

1 centage than the district prescribed percentage, the board of the district
2 may adopt one or more subsequent resolutions under the same procedure
3 as provided for the initial resolution and subject to the same conditions,
4 and shall be authorized to increase the percentage as specified in any
5 such subsequent resolution for the remainder of the period of time spec-
6 ified in the initial resolution. Any percentage specified in a subsequent
7 resolution or in subsequent resolutions shall be limited so that the sum
8 of the percentage authorized in the initial resolution and the percentage
9 authorized in the subsequent resolution or in subsequent resolutions is
10 not in excess of the district prescribed percentage in any school year. The
11 board of any district that has been authorized to adopt a local option
12 budget under this subpart and levied a tax under authority of K.S.A. 72-
13 6435, and amendments thereto, may initiate, at any time after the final
14 levy is certified to the county clerk under any current authorization, pro-
15 cedures to renew its authority to adopt a local option budget in the man-
16 ner specified in this subpart or may utilize the authority granted by sub-
17 part (A). As used in this subpart, the term “authorized to adopt a local
18 option budget” means that a district has adopted a resolution under this
19 subpart, has published the same, and either that the resolution was not
20 protested or that it was protested and an election was held by which the
21 adoption of a local option budget was approved.

22 (3) The provisions of this subsection are subject to the provisions of
23 subsections (b) and (c).

24 (b) (1) The board of any district that adopts a local option budget
25 under subsection (a) may increase the amount of such budget in each
26 school year in an amount which together with the percentage of the
27 amount of state financial aid budgeted under subsection (a) does not
28 exceed the state prescribed percentage of the amount of state financial
29 aid determined for the district in the school year if the board of the district
30 determines that an increase in such budget would be in the best interests
31 of the district.

32 (2) No district may increase a local option budget under authority of
33 this subsection until: (A) A resolution authorizing such an increase is
34 passed by the board and published once in a newspaper having general
35 circulation in the district; or (B) the question of whether the board shall
36 be authorized to increase the local option budget has been submitted to
37 and approved by the qualified electors of the district at a special election
38 called for the purpose. Any such election shall be noticed, called and held
39 in the manner provided by K.S.A. 10-120, and amendments thereto, for
40 the noticing, calling and holding of elections upon the question of issuing
41 bonds under the general bond law. The notice of such election shall state
42 the purpose for and time of the election, and the ballot shall be designed
43 with the question of whether the board of education of the district shall

1 be continuously and permanently authorized to increase the local option
2 budget of the district in each school year by a percentage which together
3 with the percentage of the amount of state financial aid budgeted under
4 subsection (a) does not exceed the state prescribed percentage in any
5 school year. If a majority of the qualified electors voting at the election
6 approve authorization of the board to increase the local option budget,
7 the board shall have such authority. If a majority of the qualified electors
8 voting at the election are opposed to authorization of the board to increase
9 the local option budget, the board shall not have such authority and no
10 like question shall be submitted to the qualified electors of the district
11 within the nine months following the election.

12 (3) (A) Subject to the provisions of subpart (B), a resolution author-
13 izing an increase in the local option budget of a district shall state that
14 the board of education of the district shall be authorized to increase the
15 local option budget of the district in each school year in an amount not
16 to exceed _____% of the amount of state financial aid determined for the
17 current school year and that the percentage of increase may be reduced
18 so that the sum of the percentage of the amount of state financial aid
19 budgeted under subsection (a) and the percentage of increase specified
20 in the resolution does not exceed the state prescribed percentage in any
21 school year. The blank preceding the percentage symbol shall be filled
22 with a specific number. No word shall be inserted in the blank. The
23 resolution shall specify a definite period of time for which the board shall
24 be authorized to increase the local option budget and such period of time
25 shall be expressed by the specific number of school years for which the
26 board shall retain its authority to increase the local option budget. No
27 word shall be used to express the number of years for which the board
28 shall be authorized to increase the local option budget.

29 (B) In lieu of the requirements of subpart (A) and at the discretion
30 of the board, a resolution authorizing an increase in the local option
31 budget of a district may state that the board of education of the district
32 shall be continuously and permanently authorized to increase the local
33 option budget of the district in each school year by a percentage which
34 together with the percentage of the amount of state financial aid budgeted
35 under subsection (a) does not exceed the state prescribed percentage in
36 any school year.

37 (4) A resolution authorizing an increase in the local option budget of
38 a district shall state that the amount of the local option budget may be
39 increased as authorized by the resolution unless a petition in opposition
40 to such increase, signed by not less than 5% of the qualified electors of
41 the school district, is filed with the county election officer of the home
42 county of the school district within 30 days after publication. If no petition
43 is filed in accordance with the provisions of the resolution, the board is

1 authorized to increase the local option budget of the district. If a petition
2 is filed as provided in the resolution, the board may notify the county
3 election officer of the date of an election to be held to submit the question
4 of whether the board shall be authorized to increase the local option
5 budget of the district. If the board fails to notify the county election officer
6 within 30 days after a petition is filed, the resolution shall be deemed
7 abandoned and no like resolution shall be adopted by the board within
8 the nine months following publication of the resolution.

9 (5) The requirements of provision (2) do not apply to any district that
10 is continuously and permanently authorized to increase the local option
11 budget of the district. An increase in the amount of a local option budget
12 by such a district shall require a majority vote of the members of the
13 board and shall require no other procedure, authorization or approval.

14 (6) If any district is authorized to increase a local option budget, but
15 the board of such district chooses, in any school year, not to adopt or
16 increase such budget or chooses, in any school year, to adopt or increase
17 such budget in an amount less than the amount authorized, such board
18 of education may so choose. If the board of any district refrains from
19 adopting or increasing a local option budget in any one or more school
20 years or refrains from budgeting the total amount authorized for any one
21 or more school years, the amount authorized to be budgeted in any suc-
22 ceeding school year shall not be increased by such refrainment, nor shall
23 the authority of the district to increase its local option budget be extended
24 by such refrainment beyond the period of time specified in the resolution
25 authorizing an increase in the local option budget if the resolution spec-
26 ified such a period of time.

27 (7) Whenever an initial resolution has been adopted under this sub-
28 section, and such resolution specified a percentage which together with
29 the percentage of the amount of state financial aid budgeted under sub-
30 section (a) is less than the state prescribed percentage, the board of the
31 district may adopt one or more subsequent resolutions under the same
32 procedure as provided for the initial resolution and shall be authorized
33 to increase the percentage as specified in any such subsequent resolution.
34 If the initial resolution specified a definite period of time for which the
35 district is authorized to increase its local option budget, the authority to
36 increase such budget by the percentage specified in any subsequent res-
37 olution shall be limited to the remainder of the period of time specified
38 in the initial resolution. Any percentage specified in a subsequent reso-
39 lution or in subsequent resolutions shall be limited so that the sum of the
40 percentage authorized in the initial resolution and the percentage au-
41 thorized in the subsequent resolution or in subsequent resolutions to-
42 gether with the percentage of the amount of state financial aid budgeted
43 under subsection (a) is not in excess of the state prescribed percentage

1 in any school year.

2 (8) (A) Subject to the provisions of subpart (B), the board of any
3 district that has adopted a local option budget under subsection (a), has
4 been authorized to increase such budget under a resolution which spec-
5 ified a definite period of time for retention of such authorization, and has
6 levied a tax under authority of K.S.A. 72-6435, and amendments thereto,
7 may initiate, at any time after the final levy is certified to the county clerk
8 under any current authorization, procedures to renew the authority to
9 increase the local option budget subject to the conditions and in the
10 manner specified in provisions (2) and (3) of this subsection.

11 (B) The provisions of subpart (A) do not apply to the board of any
12 district that is continuously and permanently authorized to increase the
13 local option budget of the district.

14 (9) As used in this subsection:

15 (A) "Authorized to increase a local option budget" means either that
16 a district has held a special election under provision (2)(B) by which au-
17 thority of the board to increase a local option budget was approved, or
18 that a district has adopted a resolution under provision (2) (A), has pub-
19 lished the same, and either that the resolution was not protested or that
20 it was protested and an election was held by which the authority of the
21 board to increase a local option budget was approved.

22 (B) "State prescribed percentage" means 30% for school year 2006-
23 2007 and ~~31%~~ 28% for school year 2007-2008 and each school year there-
24 after.

25 (c) To the extent the provisions of the foregoing subsections conflict
26 with this subsection, this subsection shall control. Any district that is au-
27 thorized to adopt a local option budget in the 1997-98 school year under
28 a resolution which authorized the adoption of such budget in accordance
29 with the provisions of this section prior to its amendment by this act may
30 continue to operate under such resolution for the period of time specified
31 in the resolution or may abandon the resolution and operate under the
32 provisions of this section as amended by this act. Any such district shall
33 operate under the provisions of this section as amended by this act after
34 the period of time specified in the resolution has expired.

35 (d) (1) There is hereby established in every district that adopts a local
36 option budget a fund which shall be called the supplemental general fund.
37 The fund shall consist of all amounts deposited therein or credited thereto
38 according to law.

39 (2) Subject to the limitation imposed under provision (3), and sub-
40 section (e) of K.S.A. 72-6434, and amendments thereto, amounts in the
41 supplemental general fund may be expended for any purpose for which
42 expenditures from the general fund are authorized or may be transferred
43 to the general fund of the district or to any program weighted fund or

1 categorical fund of the district. Amounts in the supplemental general fund
2 attributable to any percentage over 25% of state financial aid determined
3 for the current school year may be transferred to the capital improve-
4 ments fund of the district and the capital outlay fund of the district if
5 such transfers are specified in the resolution authorizing the adoption of
6 a local option budget in excess of 25%.

7 (3) Amounts in the supplemental general fund may not be expended
8 nor transferred to the general fund of the district for the purpose of
9 making payments under any lease-purchase agreement involving the ac-
10 quisition of land or buildings which is entered into pursuant to the pro-
11 visions of K.S.A. 72-8225, and amendments thereto.

12 (4) Any unexpended and unencumbered cash balance remaining in
13 the supplemental general fund of a district at the conclusion of any school
14 year in which a local option budget is adopted shall be disposed of as
15 provided in this subsection. If the district did not receive supplemental
16 general state aid in the school year and the board of the district deter-
17 mines that it will be necessary to adopt a local option budget in the en-
18 suing school year, the total amount of the cash balance remaining in the
19 supplemental general fund shall be maintained in such fund or trans-
20 ferred to the general fund of the district. If the board of such a district
21 determines that it will not be necessary to adopt a local option budget in
22 the ensuing school year, the total amount of the cash balance remaining
23 in the supplemental general fund shall be transferred to the general fund
24 of the district. If the district received supplemental general state aid in
25 the school year, transferred or expended the entire amount budgeted in
26 the local option budget for the school year, and determines that it will be
27 necessary to adopt a local option budget in the ensuing school year, the
28 total amount of the cash balance remaining in the supplemental general
29 fund shall be maintained in such fund or transferred to the general fund
30 of the district. If such a district determines that it will not be necessary
31 to adopt a local option budget in the ensuing school year, the total amount
32 of the cash balance remaining in the supplemental general fund shall be
33 transferred to the general fund of the district. If the district received
34 supplemental general state aid in the school year, did not transfer or
35 expend the entire amount budgeted in the local option budget for the
36 school year, and determines that it will not be necessary to adopt a local
37 option budget in the ensuing school year, the total amount of the cash
38 balance remaining in the supplemental general fund shall be transferred
39 to the general fund of the district. If the district received supplemental
40 general state aid in the school year, did not transfer or expend the entire
41 amount budgeted in the local option budget for the school year, and
42 determines that it will be necessary to adopt a local option budget in the
43 ensuing school year, the state board shall determine the ratio of the

1 amount of supplemental general state aid received to the amount of the
2 local option budget of the district for the school year and multiply the
3 total amount of the cash balance remaining in the supplemental general
4 fund by such ratio. An amount equal to the amount of the product shall
5 be transferred to the general fund of the district. The amount remaining
6 in the supplemental general fund may be maintained in such fund or
7 transferred to the general fund of the district.

8 (e) To the extent the provisions of the foregoing section conflict with
9 this subsection, this subsection shall control. ~~Any resolution authorizing
10 the adoption of a local option budget in excess of 30% of the state financial
11 aid of the district in the current school year shall not become effective
12 unless such resolution has been submitted to and approved by a majority
13 of the qualified electors of the school district voting at an election called
14 and held thereon. Such resolution shall specify how the moneys will be
15 expended and shall be published in the manner provided by this section.
16 The election shall be called and held in the manner provided by this
17 section.~~

18 Sec. 3. K.S.A. 2006 Supp. 72-6434 is hereby amended to read as
19 follows: 72-6434. (a) In each school year, each district that has adopted a
20 local option budget is eligible for entitlement to an amount of supple-
21 mental general state aid. Entitlement of a district to supplemental general
22 state aid shall be determined by the state board as provided in this sub-
23 section. The state board shall:

24 (1) Determine the amount of the assessed valuation per pupil in the
25 preceding school year of each district in the state;

26 (2) rank the districts from low to high on the basis of the amounts of
27 assessed valuation per pupil determined under (1);

28 (3) identify the amount of the assessed valuation per pupil located at
29 the ~~81.2~~ 90.4 percentile of the amounts ranked under (2);

30 (4) divide the assessed valuation per pupil of the district in the pre-
31 ceding school year by the amount identified under (3);

32 (5) subtract the ratio obtained under (4) from 1.0. If the resulting
33 ratio equals or exceeds 1.0, the eligibility of the district for entitlement
34 to supplemental general state aid shall lapse. If the resulting ratio is less
35 than 1.0, the district is entitled to receive supplemental general state aid
36 in an amount which shall be determined by the state board by multiplying
37 the amount of the local option budget of the district by such ratio. The
38 product is the amount of supplemental general state aid the district is
39 entitled to receive for the school year.

40 (b) If the amount of appropriations for supplemental general state
41 aid is less than the amount each district is entitled to receive for the school
42 year, the state board shall prorate the amount appropriated among the
43 districts in proportion to the amount each district is entitled to receive.

1 (c) The state board shall prescribe the dates upon which the distri-
2 bution of payments of supplemental general state aid to school districts
3 shall be due. Payments of supplemental general state aid shall be distrib-
4 uted to districts on the dates prescribed by the state board. The state
5 board shall certify to the director of accounts and reports the amount due
6 each district, and the director of accounts and reports shall draw a warrant
7 on the state treasurer payable to the treasurer of the district. Upon receipt
8 of the warrant, the treasurer of the district shall credit the amount thereof
9 to the supplemental general fund of the district to be used for the pur-
10 poses of such fund.

11 (d) If any amount of supplemental general state aid that is due to be
12 paid during the month of June of a school year pursuant to the other
13 provisions of this section is not paid on or before June 30 of such school
14 year, then such payment shall be paid on or after the ensuing July 1, as
15 soon as moneys are available therefor. Any payment of supplemental gen-
16 eral state aid that is due to be paid during the month of June of a school
17 year and that is paid to school districts on or after the ensuing July 1 shall
18 be recorded and accounted for by school districts as a receipt for the
19 school year ending on the preceding June 30.

20 (e) (1) Except as provided by paragraph (2), moneys received as sup-
21 plemental general state aid shall be used to meet the requirements under
22 the school performance accreditation system adopted by the state board,
23 to provide programs and services required by law and to improve student
24 performance.

25 (2) Amounts of supplemental general state aid attributable to any
26 percentage over 25% of state financial aid determined for the current
27 school year may be transferred to the capital improvements fund of the
28 district and the capital outlay fund of the district if such transfers are
29 specified in the resolution authorizing the adoption of a local option
30 budget in excess of 25%.

31 (f) For the purposes of determining the total amount of state moneys
32 paid to school districts, all moneys appropriated as supplemental general
33 state aid shall be deemed to be state moneys for educational and support
34 services for school districts.

35 Sec. 4. K.S.A. 2006 Supp. 79-201x is hereby amended to read as fol-
36 lows: 79-201x. For taxable years ~~2005 and 2006~~ 2007 and 2008, the fol-
37 lowing described property, to the extent herein specified, shall be and is
38 hereby exempt from the property tax levied pursuant to the provisions of
39 K.S.A. 72-6431, and amendments thereto: Property used for residential
40 purposes to the extent of \$20,000 of its appraised valuation.

41 Sec. 5. K.S.A. 2006 Supp. 72-6431, 72-6433, 72-6434 and 79-201x
42 are hereby repealed.

43

1 Sec. 6. This act shall take effect and be in force from and after its
2 publication in the statute book.