

## SENATE BILL No. 20

By Committee on Ways and Means

1-13

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9 AN ACT concerning school districts; relating to capital improvements;  
10 state aid; amending K.S.A. 2008 Supp. 75-2319 and repealing the ex-  
11 isting section.  
12

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

14 Section 1. K.S.A. 2008 Supp. 75-2319 is hereby amended to read as  
15 follows: 75-2319. (a) There is hereby established in the state treasury the  
16 school district capital improvements fund. The fund shall consist of all  
17 amounts transferred thereto under the provisions of subsection (c).

18 (b) Subject to the provisions of ~~subsection~~ *subsections (f) and (g)*, in  
19 each school year, each school district which is obligated to make payments  
20 from its capital improvements fund shall be entitled to receive payment  
21 from the school district capital improvements fund in an amount deter-  
22 mined by the state board of education as provided in this subsection. The  
23 state board of education shall:

24 (1) Determine the amount of the assessed valuation per pupil (AVPP)  
25 of each school district in the state and round such amount to the nearest  
26 \$1,000. The rounded amount is the AVPP of a school district for the  
27 purposes of this section;

28 (2) determine the median AVPP of all school districts;

29 (3) prepare a schedule of dollar amounts using the amount of the  
30 median AVPP of all school districts as the point of beginning. The sched-  
31 ular of dollar amounts shall range upward in equal \$1,000 intervals from  
32 the point of beginning to and including an amount that is equal to the  
33 amount of the AVPP of the school district with the highest AVPP of all  
34 school districts and shall range downward in equal \$1,000 intervals from  
35 the point of beginning to and including an amount that is equal to the  
36 amount of the AVPP of the school district with the lowest AVPP of all  
37 school districts;

38 (4) determine a state aid percentage factor for each school district by  
39 assigning a state aid computation percentage to the amount of the median  
40 AVPP shown on the schedule, decreasing the state aid computation per-  
41 centage assigned to the amount of the median AVPP by one percentage  
42 point for each \$1,000 interval above the amount of the median AVPP,  
43 and increasing the state aid computation percentage assigned to the

1 amount of the median AVPP by one percentage point for each \$1,000  
2 interval below the amount of the median AVPP. Except as provided by  
3 K.S.A. 2008 Supp. 75-2319c, and amendments thereto, the state aid per-  
4 centage factor of a school district is the percentage assigned to the sched-  
5 ule amount that is equal to the amount of the AVPP of the school district.  
6 The state aid percentage factor of a school district shall not exceed 100%.  
7 The state aid computation percentage is: 5% for contractual bond obli-  
8 gations incurred by a school district prior to ~~the effective date of this act,~~  
9 ~~and July 1, 1992;~~ 25% for contractual bond obligations incurred by a  
10 school district on or after ~~the effective date of this act~~ *July 1, 1992 through*  
11 *December 31, 2008;* and 25% for contractual bond obligations incurred  
12 *by a school district on or after July 1, 2011;*

13 (5) determine the amount of payments in the aggregate that a school  
14 district is obligated to make from its bond and interest fund and, of such  
15 amount, compute the amount attributable to contractual bond obligations  
16 incurred by the school district prior to ~~the effective date of this act and~~  
17 *July 1, 1992;* the amount attributable to contractual bond obligations in-  
18 curred by the school district on or after ~~the effective date of this act~~ *July*  
19 *1, 1992 through December 31, 2008;* and *the amount attributable to con-*  
20 *tractual bond obligations incurred by the school district on or after July*  
21 *1, 2011;*

22 (6) multiply each of the amounts computed under (5) by the appli-  
23 cable state aid percentage factor; and

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

27 (c) The state board of education shall certify to the director of ac-  
28 counts and reports the entitlements of school districts determined under  
29 the provisions of subsection (b), and an amount equal thereto shall be  
30 transferred by the director from the state general fund to the school  
31 district capital improvements fund for distribution to school districts. All  
32 transfers made in accordance with the provisions of this subsection shall  
33 be considered to be demand transfers from the state general fund ~~except~~  
34 ~~that all such transfers during the fiscal year ending June 30, 2007, shall~~  
35 ~~be considered to be revenue transfers from the state general fund.~~

36 (d) Payments from the school district capital improvements fund shall  
37 be distributed to school districts at times determined by the state board  
38 of education to be necessary to assist school districts in making scheduled  
39 payments pursuant to contractual bond obligations. The state board of  
40 education shall certify to the director of accounts and reports the amount  
41 due each school district entitled to payment from the fund, and the di-  
42 rector of accounts and reports shall draw a warrant on the state treasurer  
43 payable to the treasurer of the school district. Upon receipt of the warrant,

1 the treasurer of the school district shall credit the amount thereof to the  
2 bond and interest fund of the school district to be used for the purposes  
3 of such fund.

4 (e) The provisions of this section apply only to contractual obligations  
5 incurred by school districts pursuant to general obligation bonds issued  
6 *through December 31, 2008, and issued after July 1, 2011*, upon approval  
7 of a majority of the qualified electors of the school district voting at an  
8 election upon the question of the issuance of such bonds.

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

13 (g) *On and after January 1, 2009, through June 30, 2011, school dis-*  
14 *tricts are not entitled to receive payments from the school district capital*  
15 *improvements fund for any general obligation bonds issued on and after*  
16 *January 1, 2009, through June 30, 2011. School districts are entitled to*  
17 *receive annual payments from the school district capital improvements*  
18 *fund for outstanding bonds issued on or before December 31, 2008, in an*  
19 *annual amount determined by the state board of education as provided*  
20 *in subsection (b) sufficient to retire such bonds and to pay the interest*  
21 *thereon.*

22 Sec. 2. K.S.A. 2008 Supp. 75-2319 is hereby repealed.

23 Sec. 3. This act shall take effect and be in force from and after its  
24 publication in the Kansas register.