SESSION OF 1998

EXPLANATORY NOTE ON HOUSE BILL NO. 2249

Conference Committee Report April 9, 1998

Brief*

The bill contains various school finance changes. Formerly, the bill, as passed by the House and Senate, was known as the "Kansas Education and Tax Reform Act of 1998." The tax provisions were removed. The tax package passed by the Legislature was S.B. 493.

SCHOOL DISTRICT FINANCE FORMULA CHANGES

The school finance formula amendments take effect beginning with the 1998-99 school year. A summary of the main provisions follows:

Base State Aid Per Pupil (BSAPP) Increased

BSAPP is increased by \$50—from \$3,670 to \$3,720.

Correlation Weight Applied to Lower Enrollment Districts

Correlation weight is applied to all school districts having enrollments of 1,750 and over. (This weight currently applies to all school districts with enrollments of 1,800 and over.)

At-Risk Pupil Weight Increased

^{*}Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.ink.org/public/legislative/fulltext-bill.html.

The at-risk pupil weight is increased from 6.5 percent to 8.0 percent of BSAPP.

Pilot Program—Four Year Old At-Risk Pupils

The State Department of Education will use guidelines consistent with those governing participation in the Head Start program for administration of a competitive program which will result in selection each year of up to 1,350 four year old at-risk pupils who will be counted in a school district's enrollment for school finance purposes at 0.5 full-time equivalent.

Background

The following table contains a comparison of selected provisions of current law, the Governor's proposal, the Senate Education Committee's plan, the Senate Assessment and Taxation Committee's plan, the Senate passed version, and the Conference Committee proposal.

Comparison of School Finance Plan Features

H.B. 2249

	Current Law	Governor's Original Plan	Senate Education Committee Plan	Senate A & T Committee Plan	Senate Passed Plan	Conference Committee Report (Governor's Revised Plan) (April 7)
BSAPP	\$3,670	\$3,705	\$3,715	\$3,711	\$3,711	\$3,720
Correlation Weight	1,800 & over	1,775 & over	1,760 & over	1,765 & over	1,765 & over	1,750 & over
At-Risk Pupil Weight	6.5%	8.0%	8.0%	8.0%	8.0%	8.0%
FTE Distribution to Certain Districts	NA	NA	\$29 1,200-1,759	\$19 1,200-1,764	\$19 1,200-1,764	NA
"New" Innovative Program Assistance*	NA	NA	\$1.5 million	\$975,000	NA	NA
Four-Year Old At-Risk Pupils @ 0.5 FTE	NA	NA	NA	NA	NA	1,350 children

^{*} **NOTE**: The FY 1999 appropriation to the State Department of Education for Innovative Program Assistance has been increased by \$975,000. Also, a proviso has been added directing that the State Department of Education not spend more than \$975,000 for grants to school districts to provide for structural mentoring programs, including the HOSTS program, in reading, mathematics, language arts, or Spanish language arts (S.B. 642, as passed by Senate).

(The Governor also recommended an additional \$1.5 million for the Infant and Toddler program that is administered by the Department of Health and Environment.)

Shown below is a comparison of the estimated increased cost to the State General Fund (SGF) in FY 1999 of the Governor's plan, the Senate Education Committee's plan, the Senate Assessment and Taxation Committee's plan, the Senate Passed version, and the Conference Committee proposal (which embodies the Governor's April 7 revised school finance plan).

Added SGF Cost Above Current Law (Amounts in Millions)

	Governor's Plan		Senate A & T Com. Plan	Senate Passed Plan	H.B. 2249 Conf. Com. Plan
BSAPP	\$19.9	\$25.4	\$23.3	\$23.3	\$28.4
Correlation Weight	10.0	16.0	14.0	14.0	20.0
At-Risk Pupil Weight	6.0	6.0	6.0	6.0	6.0
FTE Distribution "New" Innovative	NA	1.0	0.65	0.65	NA
Prog. Assistance*	NA	1.5	0.975	NA	NA
Four Year Old At-Risk Pupils	NA	NA	NA	NA	3.0
TOTAL	\$35.9	\$49.9	\$44.9	\$44.0	\$57.4

^{*} See note following comparison of School Finance Plan Features (above).

EXHIBIT

ADDED SGF COST ABOVE GOVERNOR'S ORIGINAL PLAN
(Amounts in Millions)

	Senate Education Comm. Plan	Senate A & T Comm. Plan	Senate Passed Plan	H.B. 2249 Conf. Com. Plan
BSAPP	\$5.5	\$3.4	\$3.4	\$8.5
Correlation Weight	6.0	4.0	4.0	10.0
At-Risk Pupil Weight	Same	Same	Same	Same
FTE Distribution	1.0	0.65	0.65	NA
"New" Innovative				
Program Assistance*	1.5	0.975	NA	NA
Four-Year Old At-Risk				
Pupils	NA	NA	NA	3.0
TOTAL	\$14.0	\$9.0	\$8.1	\$21.5

^{*} See note following comparison of School Finance Plan Features (above).