Session of 2011

## HOUSE BILL No. 2201

By Committee on Education

2-8

AN ACT concerning school districts; relating to school finance; local 1 activities budget. 2 3 4 Be it enacted by the Legislature of the State of Kansas: 5 Section 1. (a) As used in this section: (1) "School district" or "district" means a school district which has 6 adopted a local option budget equal to the state prescribed percentage. 7 "Authorized to adopt a local activities budget" means that a 8 (2)district has adopted a resolution under this section, and except as 9 provided by paragraph (3) of subsection (c), the resolution was approved 10 at an election thereon. 11 12 (b) Each school year, the board of education of any district, by resolution, may adopt a local activities budget. A local activities budget 13 shall not exceed the amount determined by the state board under 14 15 subsection (f). (c) (1) The resolution shall be published in substantial compliance 16 17 with the following form: Unified School District No. 18 19 County, Kansas. RESOLUTION 20 21 Be It Resolved that: The board of education of the above-named school district 22 shall be authorized to adopt a local activities budget in each 23 school year in an amount not to exceed % of the local 24 activities budget computation factor for the district for the 25 current school year. 26 27 CERTIFICATE 28 This is to certify that the above resolution was duly adopted 29 by the board of education of Unified School District No. 30 County, Kansas, on the 31 dav of 32 33 Clerk of the board of education. 34 (2) All of the blanks in the resolution shall be appropriately filled. 35

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1 The blank preceding the percentage symbol shall be filled with a specific 2 number. No word shall be inserted in either of the blanks. The percentage 3 specified in the resolution shall not exceed 5%. Except as provided in 4 paragraph (3), such resolution shall not be effective unless it is submitted to and approved by a majority of the qualified electors of the school 5 district voting on the question at an election thereon. If any district is 6 7 authorized to adopt a local activities budget under this section, but the 8 board of such district chooses, in any school year, not to adopt such a 9 budget or chooses, in any school year, to adopt such budget in an amount less than the amount of the percentage stated in the resolution, such board 10 of education may so choose. Whenever an initial resolution has been 11 adopted under this subsection, and such resolution specified a percentage 12 less than the percentage specified in the resolution, the board of the 13 district may adopt one or more subsequent resolutions under the same 14 procedure as provided for the initial resolution and subject to the same 15 conditions, and shall be authorized to increase the percentage as specified 16 17 in any such subsequent resolution. Any percentage specified in a 18 subsequent resolution or in subsequent resolutions shall be limited so that 19 the sum of the percentage authorized in the initial resolution and the 20 percentage authorized in any subsequent resolution is not in excess of 5% 21 of the local activities budget computation factor for the district for the 22 current school year. If the resolution is not approved by a majority of the 23 voters voting on the question at the election thereon, no like resolution 24 shall be adopted by the board within the nine months following 25 publication of the resolution.

(3) For school year 2011-2012, a resolution adopted pursuant to this
section shall be effective upon adoption and shall require no other
procedure, authorization or approval. A resolution adopted for school year
2011-2012 shall have no effect in ensuing school years.

(d) Any election called pursuant to this section shall be noticed,
called and held in the manner provided by K.S.A. 10-120, and
amendments thereto, for the noticing, calling and holding of elections
upon the question of issuing bonds under the general bond law. Such
election may be conducted in the manner provided by the mail ballot act.

(e) (1) There is hereby established in every district that adopts a local
activities budget a fund which shall be called the local activities fund.
The fund shall consist of all amounts deposited therein or credited thereto
according to law.

(2) Except as provided by paragraph (3), amounts in the local
activities fund may be expended for any purpose for which expenditures
from the general fund are authorized or may be transferred to the general
fund of the district or to any program weighted fund or categorical fund
of the district.

1 (3) Amounts in the local activities fund may not be expended nor 2 transferred to the general fund of the district for the purpose of funding 3 the cost of providing the subjects or areas of instruction required by state 4 law to be provided in accredited schools, including reasonable and 5 necessary related instruction, administration, support staff, supplies, 6 equipment and building costs.

7 (4) Any balance remaining in the local activities fund at the end of 8 the school year shall be carried forward into that fund for succeeding school years. Such fund shall not be subject to the provisions of K.S.A. 9 79-2925 through 79-2937, and amendments thereto. In preparing the local 10 activities budget of such school district, the amounts credited to and the 11 amount on hand in the local activities fund, and the amount expended 12 therefrom shall be included in the annual local activities fund budget for 13 the information of the residents of the school district. Interest earned on 14 15 the investment of moneys in any such fund shall be credited to that fund.

(f) Each school year, the state board of education shall determine the
 local activities budget computation factor of each school district as
 follows:

(1) Determine the full-time equivalent enrollment of the district in
the preceding school year; and (2) multiply the number determined under
(1) by the amount of base state aid per pupil. The product is the budget
computation factor of the district.

23 (g) (1) The board of a district that has adopted a local activities budget may levy an ad valorem tax on the taxable tangible property of the district 24 for the purpose of financing that portion of the district's local activities 25 budget which is not financed from any other source provided by law and 26 for the purpose of paving a portion of the principal and interest on bonds 27 issued by cities under authority of K.S.A. 12-1774, and amendments 28 29 thereto, for the financing of redevelopment projects upon property located 30 within the district.

(2) The proceeds from the tax levied by a district under authority of this section, except the proceeds of such tax levied for the purpose of paying a portion of the principal and interest on bonds issued by cities under authority of K.S.A. 12-1774, and amendments thereto, for the financing of redevelopment projects upon property located within the district, shall be deposited in the local activities fund of the district.

Sec. 2. This act shall take effect and be in force from and after itspublication in the statute book.

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