As Amended by House Committee

Session of 2011

HOUSE BILL No. 2201

By Committee on Education

2-8

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

County, Kansas, on the _____day of ______, ____

2 3 4

5

6

7

8

9

10

11

12

13

14

15

16

17

18 19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34 35

36

37

38

39

Clerk of the board of education.

(2) All of the blanks in the resolution shall be appropriately filled. The blank preceding the percentage symbol shall be filled with a specific number. No word shall be inserted in either of the blanks. The percentage specified in the resolution shall not exceed 5%. Except as provided in paragraph (3), such Such resolution shall not be effective unless it is submitted to and approved by a majority of the qualified electors of the school district voting on the question at an election thereon. The resolution submitted to the qualified electors of the school district shall specify the maximum local activities budget, which shall not exceed 5% of the local activities budget computation factor for the district for the current school year. If any district is authorized to adopt a local activities budget under this section, but the board of such district chooses, in any school year, not to adopt such a 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 of education may so choose. Whenever an initial resolution has been adopted under this subsection, and such resolution specified a percentage less than the percentage specified in the resolution, the board of the district may adopt one or more subsequent resolutions under the same procedure as provided for the initial resolution and subject to the same conditions, and shall be authorized to increase the percentage as specified in any such subsequent resolution. Any percentage specified in a subsequent resolution or in subsequent resolutions shall be limited so that the sum of the percentage authorized in the initial resolution and the percentage authorized in any subsequent resolution is not in excess of 5% of the local activities budget computation factor for the district for the current school year. If the resolution is not approved by a majority of the voters voting on the question at the election thereon, no like resolution shall be adopted by the board within the nine months following 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.

(2) The authority to adopt a local activities budget granted by

2

3

5

6 7

8

9

10

11 12

13 14

15

16 17

18

19

20

21 22

23

24

25

26

27

28

29

31

32

33

34 35

36

the resolution to a school district shall expire five years from the date of the election in which the resolution was approved by the majority of the qualified electors of the school district voting on the question at the election thereon. Upon expiration, no school district shall levy a tax under subsection (g) of this section unless a new resolution has been approved at an election in accordance with subsection (c) of this section.

- (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
- (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.
- (3) Amounts in the local activities fund may not be expended nor transferred to the general fund of the district for the purpose of funding the cost of providing the subjects or areas of instruction required by state law to be provided in accredited schools, including reasonable and necessary related instruction, administration, support staff, supplies, equipment and building costs.
- (4) Any balance remaining in the local activities fund at the end of the school year shall be carried forward into that fund for succeeding 30 school years. Such fund shall not be subject to the provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto. In preparing the local activities budget of such school district, the amounts credited to and the amount on hand in the local activities fund, and the amount expended therefrom shall be included in the annual local activities fund budget for the information of the residents of the school district.
- 37 Interest earned on
- 38 the investment of moneys in any such fund shall be credited to that
- 39 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.
- (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 for the purpose of financing that portion of the district's local activities budget which is not financed from any other source provided by law and 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.
- (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 its publication in the statute book Kansas register.