SENATE BILL No. 456

By Committee on Ways and Means

3-7

AN ACT concerning municipalities; creating the municipality infrastructure improvement program; amending K.S.A. 2011 Supp. 74-8768 and repealing the existing section.

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

New Section 1. (a) There is hereby established within the department of commerce the municipality infrastructure improvement program. The purpose of the program is to provide grants to the governing bodies of cities and counties to aid in paying the cost of infrastructure improvement projects approved by such governing body. The governing body of any city or county may apply to the secretary for a grant pursuant to this section. Such application shall be submitted in such form and manner as prescribed by the secretary.

- (b) The secretary shall consider each application for grant moneys submitted in accordance with this section. To the extent there are sufficient funds available in the municipality infrastructure improvement fund, the secretary, in the secretary's sole discretion, shall award grant moneys based on the information submitted in the application. The secretary shall give preference to infrastructure improvement projects designed to construct, alter, expand or improve roads or streets pursuant to livable streets policies that are applicable to such project.
- (c) There is hereby established in the state treasury the municipality infrastructure improvement fund. The secretary of commerce shall administer the municipality infrastructure improvement fund. All moneys credited to the municipality infrastructure improvement fund shall be used for the payment of grant awards in accordance with this section. The secretary shall certify to the director of accounts and reports the amounts payable to each city or county pursuant to this section. The director of accounts and reports shall draw warrants on the state treasurer payable to the treasurer of such city or county entitled to receive such payment, pursuant to vouchers approved by the secretary, or the secretary's designee.
- (d) The governing body of any city or county receiving a grant pursuant to this section shall prepare and submit such reports on the infrastructure improvement project for which such grant was awarded at such time and in such manner as prescribed by the secretary. On or before January 15 of each year, the secretary shall prepare and submit a report on

SB 456 2

 the activities of the municipality infrastructure improvement program, including, but not limited to, the number and amount of grants made under the program and the status of the infrastructure improvement projects that received grant moneys under the program, to the joint committee on state building construction.

- (e) The secretary shall adopt such rules and regulations as the secretary deems necessary to implement and carry out the provisions of this section.
 - (f) As used in this section:
- (1) "Infrastructure improvement project" means the construction, reconstruction, rehabilitation, alteration, expansion or improvement of public facilities, including, but not limited to roads, streets, highways, storm drains, water supply treatment facilities and distribution lines, wastewater collection lines and any improvements related thereto.
- (2) "Livable streets policies" means policies adopted by the governing body or planning commission of the municipality with the purpose of creating roads, streets and communities where all road users can feel safe and secure on the roads of the municipality.
 - (3) "Secretary" means the secretary of the department of commerce.
- Sec. 2. K.S.A. 2011 Supp. 74-8768 is hereby amended to read as follows: 74-8768. (a) There is hereby created the expanded lottery act revenues fund in the state treasury. All expenditures and transfers from such fund shall be made in accordance with appropriation acts. All moneys credited to such fund shall be expended or transferred only for the purposes of reduction of state debt, state, *county or city* infrastructure improvements, the university engineering initiative act, and reduction of local *ad valorem* tax in the same manner as provided for allocation of amounts in the local *ad valorem* tax reduction fund.
- (b) (1) On July 1, 2012, July 1, 2013, July 1, 2014, July 1, 2015, July 1, 2016, July 1, 2017, July 1, 2018, July 1, 2019, July 1, 2020, and July 1, 2021, or as soon thereafter such date as moneys are available;:
- (A) The first \$10,500,000 \$13,125,000 credited to the expanded lottery act revenues fund shall be transferred by the director of accounts and reports from the expanded lottery act revenues fund as follows:
- (i) The aggregate amount equal to 80% of such credited moneys, in one or more substantially equal amounts, to each of the following: the Kan-grow engineering fund KU, Kan-grow engineering fund KSU and Kan-grow engineering fund WSU. Each such special revenue fund shall receive \$3,500,000 annually in each of such years; and
- (ii) the aggregate amount equal to 20% of such credited moneys to the municipality infrastructure improvement fund, established by section 1, and amendments thereto; and
 - (B) of the remaining moneys credited to the expanded lottery act

SB 456 3

5 6

7

9

1 revenues fund, 20% of such remaining moneys shall be transferred by the 2 director of accounts and reports from the expanded lottery act revenues 3 fund to the municipality infrastructure improvement fund, established by 4 section 1, and amendments thereto.

- (2) On July 1, 2022, and all years thereafter, the director of accounts and reports shall transfer 20% of all moneys credited to the expanded lottery act revenues fund to the municipality infrastructure improvement fund, established by section 1, and amendments thereto.
 - Sec. 3. K.S.A. 2011 Supp. 74-8768 is hereby repealed.
- Sec. 4. This act shall take effect and be in force from and after its publication in the statute book.