Session of 2016

## HOUSE BILL No. 2740

By Committee on Appropriations

3-22

AN ACT concerning education; relating to the financing and instruction 1 2 thereof; making and concerning appropriations for the fiscal year 3 ending June 30, 2017, for the department of education; relating to the 4 classroom learning assuring student success act; amending K.S.A. 2015 Supp. 72-6463, 72-6465, 72-6476, 72-6481 and 74-4939a and repealing 5 6 the existing sections. 7 8 *Be it enacted by the Legislature of the State of Kansas:* 9 Section 1. 10 DEPARTMENT OF EDUCATION 11 There is appropriated for the above agency from the state general (a) 12 fund for the fiscal year ending June 30, 2017, the following: Supplemental general state aid......\$367,582,721 13 School district equalization state aid......\$61,792,947 14 15 (b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 16 17 2017, all moneys now or hereafter lawfully credited to and available in 18 such fund or funds, except that expenditures other than refunds authorized 19 by law and transfers to other state agencies shall not exceed the following: 20 School district capital outlay state aid fund......No limit 21 (c) On July 1, 2016, of the \$2,759,751,285 appropriated for the above 22 agency for the fiscal year ending June 30, 2017, by section 54(c) of 2016 23 House Substitute for Senate Bill No. 161 from the state general fund in the 24 block grants to USDs account (652-00-1000-0500), the sum of 25 \$477,802,500 is hereby lapsed. 26 (d) On July 1, 2016, the expenditure limitation established for the 27 fiscal year ending June 30, 2017, by section 3(b) of chapter 4 of the 2015 28 Session Laws of Kansas on the school district extraordinary need fund of 29 the department of education is hereby decreased from \$17,521,425 to 30 \$15.167.962. 31 (e) On July 1, 2016, or as soon thereafter as moneys are available, the 32 director of accounts and reports shall transfer \$15,167,962 from the state 33 general fund to the school district extraordinary need fund of the 34 department of education. 35 New Sec. 2. (a) For school year 2016-2017, each school district that has adopted a local option budget is eligible to receive an amount of 36

supplemental general state aid. A school district's eligibility to receive
 supplemental general state aid shall be determined by the state board as
 provided in this subsection. The state board of education shall:

4 (1) Determine the amount of the assessed valuation per pupil (AVPP) 5 of each school district in the state and round such amount to the nearest 6 \$1,000. The rounded amount is the AVPP of a school district for the 7 purposes of this section;

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

9 (3) prepare a schedule of dollar amounts using the amount of the 10 median AVPP of all school districts as the point of beginning. The schedule of dollar amounts shall range upward in equal \$1,000 intervals 11 12 from the point of beginning to and including an amount that is equal to the amount of the AVPP of the school district with the highest AVPP of all 13 14 school districts and shall range downward in equal \$1,000 intervals from the point of beginning to and including an amount that is equal to the 15 amount of the AVPP of the school district with the lowest AVPP of all 16 17 school districts.

18 (4) determine a state aid percentage factor for each school district by 19 assigning a state aid computation percentage to the amount of the median 20 AVPP shown on the schedule, decreasing the state aid computation 21 percentage assigned to the amount of the median AVPP by one percentage 22 point for each \$1,000 interval above the amount of the median AVPP, and 23 increasing the state aid computation percentage assigned to the amount of 24 the median AVPP by one percentage point for each \$1,000 interval below 25 the amount of the median AVPP. The state aid percentage factor of a school district is the percentage assigned to the schedule amount that is 26 27 equal to the amount of the AVPP of the school district, except that the state 28 aid percentage factor of a school district shall not exceed 100%. The state 29 aid computation percentage is 25%;

(5) determine the amount of the local option budget adopted by each
school district pursuant to K.S.A. 2015 Supp. 72-6471, and amendments
thereto; and

(6) multiply the amount computed under subsection (a)(5) by the
applicable state aid percentage factor. The resulting product is the amount
of payment the school district is to receive as supplemental general state
aid in the school year.

(b) The state board shall prescribe the dates upon which the distribution of payments of supplemental general state aid to school districts shall be due. Payments of supplemental general state aid shall be distributed to school districts on the dates prescribed by the state board. The state board shall certify to the director of accounts and reports the amount due each school district, and the director of accounts and reports shall draw a warrant on the state treasury payable to the treasurer of the

school district. Upon receipt of the warrant, the treasurer of the school
 district shall credit the amount thereof to the supplemental general fund of
 the school district to be used for the purposes of such fund.

4 (c) If any amount of supplemental general state aid that is due to be 5 paid during the month of June of a school year pursuant to the other 6 provisions of this section is not paid on or before June 30 of such school 7 year, then such payment shall be paid on or after the ensuing July 1, as 8 soon as moneys are available therefor. Any payment of supplemental 9 general state aid that is due to be paid during the month of June of a school 10 year and that is paid to school districts on or after the ensuing July 1 shall be recorded and accounted for by school districts as a receipt for the 11 12 school year ending on the preceding June 30.

(d) If the amount of appropriations for supplemental general state aid
is less than the amount each school district is to receive for the school year,
the state board shall prorate the amount appropriated among the school
districts in proportion to the amount each school district is to receive as
determined under subsection (a).

(e) The provisions of this section shall be part of and supplemental tothe classroom learning assuring student success act.

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(f) The provisions of this section shall expire on June 30, 2017.

New Sec. 3. (a) There is hereby established in the state treasury the
 school district capital outlay state aid fund. Such fund shall consist of all
 amounts transferred thereto under the provisions of subsection (c).

(b) For school year 2016-2017, each school district which levies a tax
pursuant to K.S.A. 72-8801 et seq., and amendments thereto, shall receive
payment from the school district capital outlay state aid fund in an amount
determined by the state board of education as provided in this subsection.
The state board of education shall:

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

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

34 (3) prepare a schedule of dollar amounts using the amount of the 35 median AVPP of all school districts as the point of beginning. The 36 schedule of dollar amounts shall range upward in equal \$1,000 intervals 37 from the point of beginning to and including an amount that is equal to the 38 amount of the AVPP of the school district with the highest AVPP of all 39 school districts and shall range downward in equal \$1,000 intervals from 40 the point of beginning to and including an amount that is equal to the 41 amount of the AVPP of the school district with the lowest AVPP of all 42 school districts:

43 (4) determine a state aid percentage factor for each school district by

1 assigning a state aid computation percentage to the amount of the median 2 AVPP shown on the schedule, decreasing the state aid computation 3 percentage assigned to the amount of the median AVPP by one percentage 4 point for each \$1,000 interval above the amount of the median AVPP, and 5 increasing the state aid computation percentage assigned to the amount of 6 the median AVPP by one percentage point for each \$1,000 interval below 7 the amount of the median AVPP. The state aid percentage factor of a 8 school district is the percentage assigned to the schedule amount that is 9 equal to the amount of the AVPP of the school district, except that the state 10 aid percentage factor of a school district shall not exceed 100%. The state 11 aid computation percentage is 25%;

(5) determine the amount levied by each school district pursuant toK.S.A. 72-8801 et seq., and amendments thereto; and

(6) multiply the amount computed under subsection (b)(5), but not to
exceed 8 mills, by the applicable state aid percentage factor. The resulting
product is the amount of payment the school district is to receive from the
school district capital outlay state aid fund in the school year.

(c) The state board shall certify to the director of accounts and reports the amount of school district capital outlay state aid determined under the provisions of subsection (b), and an amount equal thereto shall be transferred by the director from the state general fund to the school district capital outlay state aid fund for distribution to school districts. All transfers made in accordance with the provisions of this subsection shall be considered to be demand transfers from the state general fund.

25 (d) Payments from the school district capital outlay state aid fund 26 shall be distributed to school districts at times determined by the state 27 board of education. The state board of education shall certify to the 28 director of accounts and reports the amount due each school district, and 29 the director of accounts and reports shall draw a warrant on the state 30 treasury payable to the treasurer of the school district. Upon receipt of the 31 warrant, the treasurer of the school district shall credit the amount thereof 32 to the capital outlay fund of the school district to be used for the purposes 33 of such fund.

(e) The provisions of this section shall be part of and supplemental tothe classroom learning assuring student success act.

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(f) The provisions of this section shall expire on June 30, 2017.

New Sec. 4. (a) For school year 2016-2017, the state board of education shall disburse school district equalization state aid to each school district that is eligible to receive such state aid. In determining whether a school district is eligible to receive school district equalization state aid, the state board shall:

42 (1) Determine the aggregate amount of supplemental general state aid 43 and capital outlay state aid such school district is to receive for school year 1 2016-2017 under sections 2 and 3, and amendments thereto, respectively;

2 (2) determine the aggregate amount of supplemental general state aid 3 and capital outlay state aid such school district received as a portion of 4 general state aid for school year 2015-2016 under K.S.A. 2015 Supp. 72-5 6465, and amendments thereto;

(3) subtract the amount determined under subsection (a)(1) from the 6 7 amount determined under (a)(2). If the resulting difference is a positive 8 number, then the school district is eligible to receive school district 9 equalization state aid.

10 (b) The amount of school district equalization state aid an eligible school district is to receive shall be equal to the amount calculated under 11 12 subsection (a)(3).

13 (c) The state board shall prescribe the dates upon which the distribution of payments of school district equalization state aid to school 14 districts shall be due. Payments of school district equalization state aid 15 16 shall be distributed to school districts on the dates prescribed by the state 17 board. The state board shall certify to the director of accounts and reports 18 the amount due each school district, and the director of accounts and 19 reports shall draw a warrant on the state treasury payable to the treasurer 20 of the school district. Upon receipt of the warrant, the treasurer of the 21 school district shall credit the amount thereof to the general fund of the 22 school district to be used for the purposes of such fund.

23 (d) The provisions of this section shall be part of and supplemental to 24 the classroom learning assuring student success act.

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(e) The provisions of this section shall expire on June 30, 2017.

Sec. 5. K.S.A. 2015 Supp. 72-6463 is hereby amended to read as 26 27 follows: 72-6463. (a) The provisions of K.S.A. 2015 Supp. 72-6463 28 through 72-6481, and sections 2 through 4, and amendments thereto, shall 29 be known and may be cited as the classroom learning assuring student 30 success act

31 (b) The legislature hereby declares that the intent of this act is to 32 lessen state interference and involvement in the local management of 33 school districts and to provide more flexibility and increased local control 34 for school district boards of education and administrators in order to:

35 (1) Enhance predictability and certainty in school district funding 36 sources and amounts:

37 (2) allow school district boards of education and administrators to 38 best meet their individual school district's financial needs: and

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(3) maximize opportunities for more funds to go to the classroom.

40 To meet this legislative intent, state financial support for elementary and secondary public education will be met by providing a block grant for 41 school years 2015-2016 and 2016-2017 to each school district. Each 42 43 school district's block grant will be based in part on, and be at least equal

1 to, the total state financial support as determined for school year 2014-

2015 under the school district finance and quality performance act, prior to 2 its repeal. All school districts will be held harmless from any decreases to 3 4 the final school year 2014-2015 amount of total state financial support.

5 (c) The legislature further declares that the guiding principles for the 6 development of subsequent legislation for the finance of elementary and 7 secondary public education should consist of the following:

8 9 (1) Ensuring that students' educational needs are funded;

(2) providing more funding to classroom instruction;

10 (3) maximizing flexibility in the use of funding by school district boards of education and administrators: and 11

(4) achieving the goal of providing students with those education 12 capacities established in K.S.A. 72-1127, and amendments thereto. 13

(d) The provisions of this section shall be effective from and after 14 15 July 1, 2015, through June 30, 2017.

16 Sec. 6. K.S.A. 2015 Supp. 72-6465 is hereby amended to read as follows: 72-6465. (a) For school year 2015-2016 and school year 2016-17 18 2017, the state board shall disburse general state aid to each school district 19 in an amount equal to:

20 (1) Subject to the provisions of subsections (b) (c) through (f) (g), the 21 amount of general state aid such school district received for school year 22 2014-2015, if any, pursuant to K.S.A. 72-6416, prior to its repeal, as 23 prorated in accordance with K.S.A. 72-6410, prior to its repeal, less:

24 (A) The amount directly attributable to the ancillary school facilities 25 weighting as determined for school year 2014-2015 under K.S.A. 72-6443, 26 prior to its repeal;

27 (B) the amount directly attributable to the cost-of-living weighting as 28 determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-6450, 29 prior to its repeal;

30 (C) the amount directly attributable to declining enrollment state aid 31 as determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-32 6452, prior to its repeal; and

33 (D) the amount directly attributable to virtual school state aid as determined for school year 2014-2015 under K.S.A. 2015 Supp. 72-3715, 34 35 and amendments thereto, plus;

36 (2) the amount of supplemental general state aid such school district 37 received for school year 2014-2015, if any, pursuant to K.S.A. 72-6434, 38 prior to its repeal, as prorated in accordance with K.S.A. 72-6434, prior to 39 its repeal, plus;

40 (3) the amount of capital outlay state aid such school district received for school year 2014-2015, if any, pursuant to K.S.A. 2014 Supp. 72-8814, 41 prior to its repeal, plus; 42 43

(4) (A) an amount that is directly attributable to the proceeds of the

tax levied by the school district pursuant to K.S.A. 2015 Supp. 72-6473,
 and amendments thereto, provided, the school district has levied such tax;

3 (B) an amount that is directly attributable to the proceeds of the tax 4 levied by the school district pursuant to K.S.A. 2015 Supp. 72-6474, and 5 amendments thereto, provided, the school district has levied such tax; *and* 

6 (C) an amount that is directly attributable to the proceeds of the tax 7 levied by the school district pursuant to K.S.A. 2015 Supp. 72-6475, and 8 amendments thereto, provided, the school district has levied such tax, plus;

9 (5) the amount of virtual school state aid such school district is to 10 receive under K.S.A. 2015 Supp. 72-3715, and amendments thereto, plus;

(6) an amount certified by the board of trustees of the Kansas public
employees retirement system which is equal to the participating employer's
obligation of such school district to the system, less;

14 (7) an amount equal to 0.4% of the amount determined under 15 subsection (a)(1).

16 *(b)* For school year 2016-2017, the state board shall disburse 17 general state aid to each school district in an amount equal to:

18 (1) Subject to the provisions of subsections (c) through (g), the 19 amount of general state aid such school district received for school year 20 2014-2015, if any, pursuant to K.S.A. 72-6416, prior to its repeal, as 21 prorated in accordance with K.S.A. 72-6410, prior to its repeal, less:

(A) The amount directly attributable to the ancillary school facilities
weighting as determined for school year 2014-2015 under K.S.A. 72-6443,
prior to its repeal;

(B) the amount directly attributable to the cost-of-living weighting as
determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-6450,
prior to its repeal;

(C) the amount directly attributable to declining enrollment state aid
as determined for school year 2014-2015 under K.S.A. 2014 Supp. 726452, prior to its repeal; and

(D) the amount directly attributable to virtual school state aid as
determined for school year 2014-2015 under K.S.A. 2015 Supp. 72-3715,
and amendments thereto, plus;

(2) (A) an amount that is directly attributable to the proceeds of the
tax levied by the school district pursuant to K.S.A. 2015 Supp. 72-6473,
and amendments thereto, provided the school district has levied such tax;

37 (B) an amount that is directly attributable to the proceeds of the tax 38 levied by the school district pursuant to K.S.A. 2015 Supp. 72-6474, and 39 amendments thereto, provided the school district has levied such tax; and

40 (C) an amount that is directly attributable to the proceeds of the tax
41 levied by the school district pursuant to K.S.A. 2015 Supp. 72-6475, and
42 amendments thereto, provided the school district has levied such tax, plus;
43 (3) the amount of virtual school state aid such school district is to

1 receive under K.S.A. 2015 Supp. 72-3715, and amendments thereto, plus;

2 (4) an amount certified by the board of trustees of the Kansas public
3 employees retirement system which is equal to the participating employer's
4 obligation of such school district to the system, less;

5 (5) an amount equal to 0.4% of the amount determined under 6 subsection (b)(1).

7 (b) (c) For any school district whose school financing sources 8 exceeded its state financial aid for school year 2014-2015 as calculated 9 under the school district finance and quality performance act, prior to its 10 repeal, the amount such school district is entitled to receive under subsection (a)(1) or (b)(1) shall be the proceeds of the tax levied by the 11 12 school district pursuant to K.S.A. 2015 Supp. 72-6470, and amendments 13 thereto, less the difference between such school district's school financing 14 sources and its state financial aid for school year 2014-2015 as calculated 15 under the school district finance and quality performance act, prior to its 16 repeal.

17 (e) (d) For any school district formed by consolidation in accordance 18 with article 87 of chapter 72 of the Kansas Statutes Annotated, and 19 amendments thereto, prior to the effective date of this act, and whose state 20 financial aid for school year 2014-2015 was determined under K.S.A. 21 2014 Supp. 72-6445a, prior to its repeal, the amount of general state aid 22 for such school district determined under subsection (a)(1) or (b)(1) shall 23 be determined as if such school district was not subject to K.S.A. 2014 24 Supp. 72-6445a, prior to its repeal, for school year 2014-2015.

25 (d) (e) For any school district that consolidated in accordance with 26 article 87 of chapter 72 of the Kansas Statutes Annotated, and amendments 27 thereto, and such consolidation becomes effective on or after July 1, 2015, 28 the amount of general state aid for such school district determined under 29 subsection (a)(1) or (b)(1) shall be the sum of the general state aid each of 30 the former school districts would have received under subsection (a)(1) or 31 (b)(1).

32 (e) (f) (1) For any school district that was entitled to receive school 33 facilities weighting for school year 2014-2015 under K.S.A. 2014 Supp. 34 72-6415b, prior to its repeal, and which would not have been eligible to 35 receive such weighting for school year 2015-2016 under K.S.A. 2014 36 Supp. 72-6415b, prior to its repeal, an amount directly attributable to the 37 school facilities weighting as determined for school year 2014-2015 under 38 K.S.A. 72-6415, prior to its repeal, for such school district shall be 39 subtracted from the amount of general state aid for such school district 40 determined under subsection (a)(1) or (b)(1).

41 (2) For any school district which would have been eligible to receive
42 school facilities weighting for school year 2015-2016 under K.S.A. 2014
43 Supp. 72-6415b, prior to its repeal, but which did not receive such

1 weighting for school year 2014-2015, an amount directly attributable to 2 the school facilities weighting as would have been determined under 3 K.S.A. 72-6415, prior to its repeal, for school year 2015-2016 shall be 4 added to the amount of general state aid for such school district 5 determined under subsection (a)(1) or (b)(1).

6 (3) For any school district which would have been eligible to receive 7 school facilities weighting for school year 2016-2017 under K.S.A. 2014 8 Supp. 72-6415b, prior to its repeal, but which did not receive such 9 weighting for school year 2014-2015, and which would not have been 10 eligible to receive such weighting for school year 2015-2016 under K.S.A. 2014 Supp. 72-6415b, prior to its repeal, an amount directly attributable to 11 12 the school facilities weighting as would have been determined under 13 K.S.A. 72-6415, prior to its repeal, for school year 2016-2017 shall be added to the amount of general state aid for such school district 14 15 determined under subsection (a)(1) or (b)(1).

16 (f) (g) (1) For any school district that received federal impact aid for 17 school year 2014-2015, if such school district receives federal impact aid 18 in school year 2015-2016 in an amount that is less than the amount such 19 school district received in school year 2014-2015, then an amount equal to 20 the difference between the amount of federal impact aid received by such 21 school district in such school years shall be added to the amount of general 22 state aid for such school district for school year 2015-2016 as determined 23 under subsection (a)(1) or (b)(1).

24 (2) For any school district that received federal impact aid for school 25 year 2014-2015, if such school district receives federal impact aid in 26 school year 2016-2017 in an amount that is less than the amount such 27 school district received in school year 2014-2015, then an amount equal to 28 the difference between the amount of federal impact aid received by such 29 school district in such school years shall be added to the amount of general 30 state aid for such school district for school year 2016-2017 as determined 31 under subsection (a)(1) or (b)(1).

38 (h) (i) The provisions of this section shall be effective from and after
 39 July 1, 2015, through June 30, 2017.

40 Sec. 7. K.S.A. 2015 Supp. 72-6476 is hereby amended to read as 41 follows: 72-6476. (a) Each school district may submit an application to the 42 state finance council *board of education* for approval of extraordinary need 43 state aid. Such application shall be submitted in such form and manner as prescribed by the state finance council board, and shall include a
 description of the extraordinary need of the school district that is the basis
 for the application.

4 (b) The state finance council board shall review all submitted 5 applications and approve or deny such application based on whether the 6 applicant school district has demonstrated extraordinary need. As part of 7 its review of an application, the state finance council board may conduct a 8 hearing and provide the applicant school district an opportunity to present 9 testimony as to such school district's extraordinary need. In determining 10 whether a school district has demonstrated extraordinary need, the state finance council board shall consider: (1) Any extraordinary increase in 11 12 enrollment of the applicant school district for the current school year; (2) 13 any extraordinary decrease in the assessed valuation of the applicant school district for the current school year; and (3) any other unforeseen 14 acts or circumstances which substantially impact the applicant school 15 16 district's general fund budget for the current school year; and (4) in lieu of 17 any of the foregoing considerations, whether the applicant school district 18 has reasonably equal access to substantially similar educational 19 opportunity through similar tax effort.

20 (c) If the state finance council *board* approves an application it shall 21 certify to the state board of education that such application was approved 22 and determine the amount of extraordinary need state aid to be disbursed 23 to the applicant school district from the school district extraordinary need 24 fund. In approving any application for extraordinary need state aid, the 25 state finance council board may approve an amount of extraordinary need 26 state aid that is less than the amount the school district requested in the 27 application. If the state finance council board denies an application, then 28 within 15 days of such denial it the state board shall send written notice of 29 such denial to the superintendent of such school district. The decision of 30 the state finance council shall be final All administrative proceedings 31 pursuant to this section shall be conducted in accordance with the 32 provisions of the Kansas administrative procedure act. Any action by the 33 state board pursuant to this section shall be subject to review in 34 accordance with the Kansas judicial review act.

35 (d) There is hereby established in the state treasury the school district 36 extraordinary need fund which shall be administered by the state 37 department of education. All expenditures from the school district 38 extraordinary need fund shall be used for the disbursement of 39 extraordinary need state aid as approved by the state finance council board 40 under this section. All expenditures from the school district extraordinary 41 need fund shall be made in accordance with appropriation acts upon 42 warrants of the director of accounts and reports issued pursuant to 43 vouchers approved by the state board of education, or the designee of the

1 state board of education. At the end of each fiscal year, the director of

2 accounts and reports shall transfer to the state general fund any moneys in

the school district extraordinary need fund on each such date in excess of
 the amount required to pay all amounts of extraordinary need state aid approved by the state finance council for the current school year.

6 (e) For school year 2015-2016 and school year 2016-2017, the state 7 board of education shall certify to the director of accounts and reports an 8 amount equal to the aggregate of the amount determined under K.S.A.-9 2015 Supp. 72-6465(a)(7), and amendments thereto, for all schooldistricts. Upon receipt of such certification, the director shall transfer the 10 certified amount from the state general fund to the school district-11 12 extraordinary need fund. All transfers made in accordance with the-13 provisions of this subsection shall be considered to be demand transfers-14 from the state general fund.

(f) The approvals by the state finance council required by this section
are hereby characterized as matters of legislative delegation and subject to
the guidelines preseribed in K.S.A. 75-3711e(c), and amendments thereto.
Such approvals may be given by the state finance council when the
legislature is in session.

(g) The provisions of this section shall expire on July 1 June 30,
 2017.

22 Sec. 8. K.S.A. 2015 Supp. 72-6481 is hereby amended to read as 23 follows: 72-6481. (a) The provisions of K.S.A. 2015 Supp. 72-6463 24 through 72-6481, and sections 2 through 4, and amendments thereto, shall 25 not be severable. If any provision of K.S.A. 2015 Supp. 72-6463 through 72-6481, and sections 2 through 4, and amendments thereto, or any 26 application of such provision to any person or circumstance is held to be 27 invalid or unconstitutional by court order, all provisions the invalidity 28 29 shall not affect other provisions or applications of K.S.A. 2015 Supp. 72-6463 through 72-6481, and sections 2 through 4, and amendments thereto, 30 31 shall be null and void which can be given effect without the invalid 32 provision or application.

(b) The provisions of this section shall be effective from and afterJuly 1, 2015, through June 30, 2017.

35 Sec. 9. K.S.A. 2015 Supp. 74-4939a is hereby amended to read as 36 follows: 74-4939a. On and after the effective date of this act for each fiscal 37 year commencing with fiscal year 2005, notwithstanding the provisions of 38 K.S.A. 74-4939, and amendments thereto, or any other statute, all moneys 39 appropriated for the department of education from the state general fund commencing with fiscal year 2005, and each ensuing fiscal year thereafter, 40 by appropriation act of the legislature, in the KPERS - employer 41 contributions account and all moneys appropriated for the department of 42 43 education from the state general fund or any special revenue fund for each

1 fiscal year commencing with fiscal year 2005, and each ensuing fiscal year 2 thereafter, by any such appropriation act in that account or any other 3 account for payment of employer contributions for school districts, shall 4 be distributed by the department of education to school districts in accordance with this section. Notwithstanding the provisions of K.S.A. 74-5 6 4939, and amendments thereto, for school year 2015-2016, the department 7 of education shall disburse to each school district that is an eligible 8 employer as specified in K.S.A. 74-4931(1), and amendments thereto, an 9 amount in accordance with K.S.A. 2015 Supp. 72-6465(a)(6), and 10 amendments thereto, which shall be disbursed pursuant to K.S.A. 2015 Supp. 72-6465, and amendments thereto. Notwithstanding the provisions 11 12 of K.S.A. 74-4939, and amendments thereto, for school year 2016-2017, 13 the department of education shall disburse to each school district that is 14 an eligible employer as specified in K.S.A. 74-4931(1), and amendments 15 thereto, an amount in accordance with K.S.A. 2015 Supp. 72-6465(b)(4), 16 and amendments thereto, which shall be disbursed pursuant to K.S.A. 17 2015 Supp. 72-6465, and amendments thereto. Upon receipt of each such 18 disbursement of moneys, the school district shall deposit the entire amount 19 thereof into a special retirement contributions fund of the school district. 20 which shall be established by the school district in accordance with such 21 policies and procedures and which shall be used for the sole purpose of 22 receiving such disbursements from the department of education and 23 making the remittances to the system in accordance with this section and 24 such policies and procedures. Upon receipt of each such disbursement of 25 moneys from the department of education, the school district shall remit, 26 in accordance with the provisions of such policies and procedures and in 27 the manner and on the date or dates prescribed by the board of trustees of 28 the Kansas public employees retirement system, an equal amount to the 29 Kansas public employees retirement system from the special retirement 30 contributions fund of the school district to satisfy such school district's 31 obligation as a participating employer. Notwithstanding the provisions of 32 K.S.A. 74-4939, and amendments thereto, each school district that is an 33 eligible employer as specified in K.S.A. 74-4931(1), and amendments 34 thereto, shall show within the budget of such school district all amounts 35 received from disbursements into the special retirement contributions fund 36 of such school district. Notwithstanding the provisions of any other statute, 37 no official action of the school board of such school district shall be 38 required to approve a remittance to the system in accordance with this 39 section and such policies and procedures. All remittances of moneys to the 40 system by a school district in accordance with this subsection and such 41 policies and procedures shall be deemed to be expenditures of the school 42 district.

43 Sec. 10. K.S.A. 2015 Supp. 72-6463, 72-6465, 72-6476, 72-6481 and

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- 1 74-4939a are hereby repealed.
- 2 Sec. 11. This act shall take effect and be in force from and after its
- 3 publication in the statute book.