Session of 2015

House Substitute for SENATE BILL No. 7

By Committee on Appropriations

3-11

AN ACT concerning education; relating to the financing and instruction 1 thereof: making and concerning appropriations for the fiscal years 2 3 ending June 30, 2015, June 30, 2016, and June 30, 2017, for the 4 department of education; creating the classroom learning assuring student success act; amending K.S.A. 12-1677, 12-1775a, 72-1414, 72-5 6 6622, 72-6757, 72-8190, 72-8230, 72-8233, 72-8236, 72-8309, 72-8908, 79-2001 and 79-5105 and K.S.A. 2014 Supp. 10-1116a, 12-7 1770a, 12-1776a, 72-978, 72-1046b, 72-1398, 72-1923, 72-3607, 72-8 9 3711, 72-3712, 72-3715, 72-5333b, 72-6434, 72-6460, 72-64b01, 72-64c03, 72-64c05, 72-6624, 72-6625, 72-67,115, 72-7535, 72-8187, 72-10 8237, 72-8249, 72-8250, 72-8251, 72-8302, 72-8316, 72-8415b, 72-11 8801, 72-8804, 72-8814, as amended by section 54 of 2015 House 12 Substitute for Senate Bill No. 4, 72-9509, 72-9609, 72-99a02, 74-13 32,141, 74-4939a, 74-8925, 74-99b43, 75-2319, 79-201x, 79-213 and 14 79-2925b and repealing the existing sections; also repealing K.S.A. 72-15 6406, 72-6408, 72-6411, 72-6415, 72-6418, 72-6419, 72-6424, 72-16 6427, 72-6429, 72-6432, 72-6436, 72-6437, 72-6444, 72-6446 and 72-17 6447 and K.S.A. 2014 Supp. 46-3401, 46-3402, 72-3716, 72-6405, 72-18 19 6407, 72-6409, 72-6410, 72-6412, 72-6413, 72-6414, 72-6414a, 72-6414b, 72-6415b, 72-6416, 72-6417, 72-6420, 72-6421, 72-6423, 72-20 21 6425, 72-6426, 72-6428, 72-6430, 72-6431, 72-6433, 72-6433d, 72-22 6434, as amended by section 38 of this act, 72-6434b, 72-6435, 72-23 6438, 72-6439, 72-6439a, 72-6441, 72-6441a, 72-6442b, 72-6443, 72-24 6445a, 72-6448, 72-6449, 72-6450, 72-6451, 72-6452, 72-6453, 72-25 6455, 72-6456, 72-6457, 72-6458, 72-6460, as amended by section 39 of this act, 72-6461, 72-8801a, 72-8814, as amended by section 63 of 26 27 this act, 72-8814b, 72-8815 and 79-213f. 28 29 Be it enacted by the Legislature of the State of Kansas: 30 Section 1. 31 DEPARTMENT OF EDUCATION 32 (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2015, the following: 33 General state aid......\$27.346.783 34

Supplemental general state aid.....\$1,803,566
 (b) There is appropriated for the above agency from the following

special revenue fund or funds for the fiscal year ending June 30, 2015, all 1 2 moneys now or hereafter lawfully credited to and available in such fund or 3 funds, except that expenditures other than refunds authorized by law shall 4 not exceed the following: School district extraordinary need fund.....\$4,000,000 5 (c) On the effective date of this act, the director of accounts and 6 7 reports shall transfer \$4,000,000 from the state general fund to the school 8 district extraordinary need fund of the department of education. 9 Sec. 2. 10 DEPARTMENT OF EDUCATION 11 (a) There is appropriated for the above agency from the state general 12 fund for the fiscal year ending June 30, 2016, the following: Operating expenditures (including official hospitality)......\$12,792,999 13 Provided, That any unencumbered balance in the operating expenditures 14 15 (including official hospitality) account in excess of \$100 as of June 30, 2015, is hereby reappropriated for fiscal year 2016. 16 17 Special education services aid......\$424,902,949 18 Provided, That any unencumbered balance in the special education 19 services aid account in excess of \$100 as of June 30, 2015, is hereby 20 reappropriated for fiscal year 2016: Provided further, That expenditures 21 shall not be made from the special education services aid account for the 22 provision of instruction for any homebound or hospitalized child unless 23 the categorization of such child as exceptional is conjoined with the 24 categorization of the child within one or more of the other categories of 25 exceptionality: And provided further, That expenditures shall be made from 26 this account for grants to school districts in amounts determined pursuant 27 to and in accordance with the provisions of K.S.A. 72-983, and 28 amendments thereto: And provided further, That expenditures shall be 29 made from the amount remaining in this account, after deduction of the 30 expenditures specified in the foregoing proviso, for payments to school 31 districts in amounts determined pursuant to and in accordance with the 32 provisions of K.S.A. 72-978, and amendments thereto. 33 Block grants to USDs......\$2,751,326,659 Information technology education opportunities......\$500,000 34 35 Discretionary grants......\$322,457 36 Provided, That the above agency shall make expenditures from the 37 discretionary grants account during the fiscal year 2016, in the amount not 38 less than \$125,000 for after school programs for middle school students in 39 the sixth, seventh and eighth grades: Provided further, That the after school 40 programs may also include fifth and ninth grade students, if they attend a 41 junior high: And provided further, That such discretionary grants shall be 42 awarded to after school programs that operate for a minimum of two hours 43 a day, every day that school is in session, and a minimum of six hours a

day for a minimum of five weeks during the summer: And provided 1 further, That the discretionary grants awarded to after school programs 2 3 shall require a \$1 for \$1 local match: And provided further. That the 4 aggregate amount of discretionary grants awarded to any one after school program shall not exceed \$25,000: And provided further, That during the 5 fiscal year ending June 30, 2016, expenditures shall be made by the above 6 agency from the discretionary grants fund for fiscal year 2016 to establish 7 a pilot program for communities in schools programming in three school 8 districts in Kansas: And provided further, That communities in schools 9 shall conduct an outcomes based study of its programming during fiscal 10 year 2016: And provided further, That the Kansas department of education 11 is hereby authorized and directed to provide to communities in schools 12 such student or other data as shall be necessary to permit communities in 13 schools to conduct such study of outcomes regarding the students assisted 14 with such communities in schools programming: And provided further, 15 That such data shall include data regarding demographically similar 16 17 students at peer institutions not involved in communities in schools 18 programs, to permit the research study to compare outcomes of students receiving communities in schools services versus students not receiving 19 such services: And provided further, That upon providing the Kansas 20 department of education with the names of students participating in the 21 22 communities in schools program, the Kansas department of education shall 23 provide the current status of students identified as participating in the 24 program.

| 25 | School food assistance\$2,510,486 |
|----|--|
| 26 | State match for Fort Riley school construction\$409,541 |
| 27 | School safety hotline\$10,000 |
| 28 | KPERS – employer contributions\$17,646,253 |
| 29 | Provided, That any unencumbered balance in the KPERS - employer |
| 30 | contributions account in excess of \$100 as of June 30, 2015, is hereby |
| 31 | reappropriated for fiscal year 2016: Provided further, That all expenditures |
| 32 | from the KPERS – employer contributions account shall be for payment of |
| 33 | participating employers' contributions to the Kansas public employees |
| 34 | retirement system as provided in K.S.A. 74-4939, and amendments |
| 35 | thereto: And provided further, That expenditures from this account for the |
| 36 | payment of participating employers' contributions to the Kansas public |
| 37 | employees retirement system may be made regardless of when the liability |
| 38 | was incurred. |
| 39 | Educable deaf-blind and severely handicapped children's |
| 40 | programs aid\$110,000 |
| 41 | School district juvenile detention facilities and Flint Hills |

job center grants.....\$4,971,500
 Provided, That any unencumbered balance in the school district juvenile

1 detention facilities and Flint Hills job corps center grants account in excess

2 of \$100 as of June 30, 2015, is hereby reappropriated for fiscal year 2016:

3 *Provided further,* That expenditures shall be made from the school district

4 juvenile detention facilities and Flint Hills job corps center grants account 5 for grants to school districts in amounts determined pursuant to and in 6 accordance with the provisions of K.S.A. 72-8187, and amendments 7 thereto.

8 Governor's teaching excellence scholarships and awards......\$327,500 9 Provided, That any unencumbered balance in the governor's teaching excellence scholarships and awards account in excess of \$100 as of June 10 11 30, 2015, is hereby reappropriated for fiscal year 2016: *Provided further*, 12 That all expenditures from the governor's teaching excellence scholarships 13 and awards account for teaching excellence scholarships shall be made in 14 accordance with K.S.A. 72-1398, and amendments thereto: And provided further, That each such grant shall be required to be matched on a \$1 for \$1 15 16 basis from nonstate sources: And provided further, That award of each such 17 grant shall be conditioned upon the recipient entering into an agreement 18 requiring the grant to be repaid if the recipient fails to complete the course 19 of training under the national board for professional teaching standards 20 certification program: And provided further. That all moneys received by 21 the department of education for repayment of grants for governor's 22 teaching excellence scholarships shall be deposited in the state treasury 23 and credited to the governor's teaching excellence scholarships program 24 repayment fund.

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law and transfers to other state agencies shall not exceed the following:

30 State school district finance fund......No limit

School district capital improvements fund......No limit *Provided*, That expenditures from the school district capital improvements fund shall be made only for the payment of general obligation bonds approved by voters under the authority of K.S.A. 72-6761, and

No limit

amendments thereto.Mineral production education fund.....

| 20 | filler and a state of the state | |
|----|--|----------|
| 37 | Conversion of materials and equipment fund | No limit |
| 38 | State safety fund | No limit |
| 39 | School bus safety fund | No limit |
| 40 | Motorcycle safety fund | No limit |
| 41 | Federal indirect cost reimbursement fund | No limit |
| 42 | Teacher and administrator fee fund | No limit |
| 43 | Food assistance – federal fund | No limit |
| | | |

H Sub for SB 7—Am. by HCW 5

| 1 | Education jobs fund – federal | No limit |
|----|--|-------------|
| 2 | Food assistance – school breakfast program – federal fund | No limit |
| 3 | Food assistance – national school lunch program – federal fund | No limit |
| 4 | Food assistance – child and adult care food program –federal | |
| 5 | fund | No limit |
| 6 | Elementary and secondary school aid – federal fund | |
| 7 | Elementary and secondary school aid – educationally deprived | |
| 8 | children – federal fund. | No limit |
| 9 | Educationally deprived children – state operations – federal | |
| 10 | fund | No limit |
| 11 | Elementary and secondary school – educationally deprived | |
| 12 | children – LEA's fund | No limit |
| 13 | ESEA chapter II – state operations – federal fund | No limit |
| 14 | Education of handicapped children fund – federal | |
| 15 | Education of handicapped children fund – state operations – | |
| 16 | federal fund. | No limit |
| 17 | Education of handicapped children fund – preschool – | |
| 18 | federal fund | No limit |
| 19 | Education of handicapped children fund – preschool state | |
| 20 | operations – federal | No limit |
| 21 | Elementary and secondary school aid – federal fund – migrant | |
| 22 | education fund | No limit |
| 23 | Elementary and secondary school aid – federal fund – migrant | |
| 24 | education – state operations | No limit |
| 25 | Vocational education amendments of 1968 – federal fund | No limit |
| 26 | Vocational education title II – federal fund | No limit |
| 27 | Vocational education title II – federal fund – state operations | No limit |
| 28 | Educational research grants and projects fund | No limit |
| 29 | Drug abuse fund – department of education – federal | |
| 30 | Drug abuse funds – federal – state operations fund | No limit |
| 31 | Federal K-12 fiscal stabilization fund | No limit |
| 32 | Inservice education workshop fee fund | No limit |
| 33 | Provided, That expenditures may be made from the inservice | |
| 34 | workshop fee fund for operating expenditures, includin | g official |
| 35 | hospitality, incurred for inservice workshops and conferences: | Provided |
| 36 | further, That the state board of education is hereby authoriz | ed to fix, |
| 37 | charge and collect fees for inservice workshops and confere | nces: And |
| 38 | provided further, That such fees shall be fixed in order to reco | over all or |
| 39 | part of such operating expenditures incurred for inservice work | |
| 40 | conferences: And provided further, That all fees received for | |
| 41 | workshops and conferences shall be deposited in the state t | |
| 42 | accordance with the provisions of K.S.A. 75-4215, and an | |
| 43 | thereto, and shall be credited to the inservice education workshop | p fee fund. |

| 1 2 | Private donations, gifts, grants and bequests fund Interactive video fee fund | |
|----------|---|-----------|
| 3 | <i>Provided</i> , That expenditures may be made from the interactive | |
| 4 | fund for operating expenditures incurred in conjunction with the | |
| 5 | and use of the interactive video conference facility of the depa | |
| 6 | education: <i>Provided further</i> ; That the state board of education | |
| 7 | authorized to fix, charge and collect fees for the operation and us | |
| 8 | interactive video conference facility: And provided further, Tha | |
| 8 9 | received for the operation and use of such interactive video co | |
| 10 | facility shall be deposited in the state treasury in accordance | |
| 10 | provisions of K.S.A. 75-4215, and amendments thereto, and | |
| 12 | credited to the interactive video fee fund. | shan be |
| 12 | Reimbursement for services fund. | No limit |
| 13 | Communities in schools program fund | No limit |
| 14 | Governor's teaching excellence scholarships program | NO IIIIII |
| 15 16 | repayment fund | No limit |
| 10 | <i>Provided</i> , That all expenditures from the governor's teaching e | |
| 17 | scholarships program repayment fund shall be made in accorda | |
| 18 19 | K.S.A. 72-1398, and amendments thereto: <i>Provided further</i> , T | |
| 20 | such grant shall be required to be matched on a \$1 for \$1 ba | |
| 20 21 | nonstate sources: And provided further, That award of each such g | |
| 21 | be conditioned upon the recipient entering into an agreement requ | |
| 22 | grant to be repaid if the recipient fails to complete the course o | |
| 23 24 | under the national board for professional teaching standards cer | |
| 24 25 | program: And provided further, That all moneys received | |
| 23 26 | department of education for repayment of grants made u | |
| 20 27 | governor's teaching excellence scholarships program shall be dep | |
| 28 | the state treasury in accordance with the provisions of K.S.A. 75-4 | |
| 28 29 | amendments thereto, and shall be credited to the governor's | |
| | excellence scholarships program repayment fund. | teaching |
| 30 31 | | |
| 32 | Elementary and secondary school aid – federal fund – reading first | No limit |
| 32 33 | aid – rederai lund – reading first | NO IIMIL |
| | Elementary and secondary school aid – federal fund – reading | No limit |
| 34 | first – state operations State grants for improving teacher quality – federal fund | |
| 35 | State grants for improving teacher quality – federal fund | No limit |
| 36 | | No limit |
| 37 | operations | No limit |
| 38 | 21 st century community learning centers – federal fund | |
| 39 | State assessments – federal fund. | |
| 40 | Rural and low-income schools program – federal fund | No limit |
| 41 | Language assistance state grants – federal fund | |
| 42 | Service clearing fund | |
| 43 | Helping schools license plate program fund | No limit |

1 General state aid transportation weighting – state highway fund.....No limit Provided, That on July 1, 2015, October 1, 2015, January 1, 2016, and 2 3 April 1, 2016, the director of accounts and reports shall transfer 4 \$24,150,000 from the state highway fund of the department of 5 transportation to the general state aid transportation weighting - state highway fund of the department of education. 6 7 Special education transportation weighting – state 8 highway fund......No limit Provided, That on July 1, 2015, October 1, 2015, January 1, 2016, and 9 April 1, 2016, the director of accounts and reports shall transfer 10 \$2,500,000 from the state highway fund of the department of 11 12 transportation to the special education transportation weighting – state 13 highway fund of the department of education. Career and technical education transportation – state highway 14 15 fund......No limit 16 Provided, That on July 1, 2015, the director of accounts and reports shall 17 transfer \$650,000 from the state highway fund of the department of 18 transportation to the career and technical education transportation – state 19 highway fund of the department of education. 20 Educational technology coordinator fund......No limit 21 Provided, That expenditures shall be made by the above agency for the 22 fiscal year ending June 30, 2016, from the educational technology 23 coordinator fund of the department of education to provide data on the 24 number of school districts served and cost savings for those districts in 25 fiscal year 2016 in order to assess the cost effectiveness of the position of 26 educational technology coordinator. 27 School district extraordinary need fund......\$12,292,000 28 (c) There is appropriated for the above agency from the children's 29 initiatives fund for the fiscal year ending June 30, 2016, the following: 30 31 Parent education program.....\$7,237,635 32 Provided, That expenditures from the parent education program account 33 for each such grant shall be matched by the school district in an amount 34 which is equal to not less than 65% of the grant. 35 (d) On July 1, 2015, or as soon thereafter as moneys are available, notwithstanding the provisions of K.S.A. 8-1,148 or 38-1808, and 36 37 amendments thereto, or any other statute, the director of accounts and 38 reports shall transfer \$50,000 from the family and children trust account of

the family and children investment fund of the Kansas department for children and families to the communities in schools program fund of the department of education.

42 (e) On March 30, 2016, or as soon thereafter as moneys are available, 43 notwithstanding the provisions of K.S.A. 8-267 or 8-272, and amendments

1 thereto, or any other statute, the director of accounts and reports shall 2 transfer \$550,000 from the state safety fund to the state general fund: 3 *Provided*. That the transfer of such amount shall be in addition to any 4 other transfer from the state safety fund to the state general fund as 5 prescribed by law: Provided further, That the amount transferred from the 6 state safety fund to the state general fund pursuant to this subsection is to 7 reimburse the state general fund for accounting, auditing, budgeting, legal, 8 payroll, personnel and purchasing services and any other governmental 9 services which are performed on behalf of the department of education by 10 other state agencies which receive appropriations from the state general 11 fund to provide such services.

12 (f) On June 30, 2016, or as soon thereafter as moneys are available, 13 notwithstanding the provisions of K.S.A. 8-267 or 8-272, and amendments thereto, or any other statute, the director of accounts and reports shall 14 15 transfer \$550,000 from the state safety fund to the state general fund: 16 *Provided*. That the transfer of such amount shall be in addition to any other 17 transfer from the state safety fund to the state general fund as prescribed 18 by law: Provided further, That the amount transferred from the state safety 19 fund to the state general fund pursuant to this subsection is to reimburse 20 the state general fund for accounting, auditing, budgeting, legal, payroll, 21 personnel and purchasing services and any other governmental services 22 which are performed on behalf of the department of education by other 23 state agencies which receive appropriations from the state general fund to 24 provide such services.

(g) On July 1, 2015, and quarterly thereafter, the director of accounts
and reports shall transfer \$63,326 from the state highway fund of the
department of transportation to the school bus safety fund of the
department of education.

(h) On July 1, 2015, the director of accounts and reports shall transfer an amount certified by the commissioner of education from the motorcycle safety fund of the department of education to the motorcycle safety fund of the state board of regents: *Provided*, That the amount to be transferred shall be determined by the commissioner of education based on the amounts required to be paid pursuant to K.S.A. 8-272(b)(2), and amendments thereto.

(i) There is appropriated for the above agency from the expanded
lottery act revenues fund for the fiscal year ending June 30, 2016, the
following:

KPERS – school employer contribution......\$36,158,948
(j) On July 1, 2015, or as soon thereafter as moneys are available, the
director of accounts and reports shall transfer \$85,811 from the USAC Erate program federal fund of the state board of regents to the education
technology coordinator fund of the department of education: *Provided*,

H Sub for SB 7—Am. by HCW 9

1 That the department of education shall provide information and data 2 regarding the number of school districts served and cost savings attained 3 by such school districts in order to assess the cost effectiveness of having 4 this education technology coordinator position: *Provided further*, That such 5 information and data shall be available by the department of education by 6 the end of the fiscal year 2016.

7 8 Sec. 3.

DEPARTMENT OF EDUCATION

9 (a) There is appropriated for the above agency from the state general 10 fund for the fiscal year ending June 30, 2017, the following:

11 Operating expenditures (including official hospitality).....\$13,073,604

Provided, That any unencumbered balance in the operating expenditures
(including official hospitality) account in excess of \$100 as of June 30,
2016, is hereby reappropriated for fiscal year 2017.

15 Special education services aid.....\$423,980,455

Provided, That any unencumbered balance in the special education 16 17 services aid account in excess of \$100 as of June 30, 2016, is hereby reappropriated for fiscal year 2017: Provided further, That expenditures 18 19 shall not be made from the special education services aid account for the 20 provision of instruction for any homebound or hospitalized child unless 21 the categorization of such child as exceptional is conjoined with the 22 categorization of the child within one or more of the other categories of 23 exceptionality: And provided further, That expenditures shall be made from 24 this account for grants to school districts in amounts determined pursuant 25 to and in accordance with the provisions of K.S.A. 72-983, and 26 amendments thereto: And provided further, That expenditures shall be 27 made from the amount remaining in this account, after deduction of the 28 expenditures specified in the foregoing proviso, for payments to school 29 districts in amounts determined pursuant to and in accordance with the 30 provisions of K.S.A. 72-978, and amendments thereto.

31 Block grants to USDs.....\$2,760,946,624

32 Provided, That any unencumbered balance in the block grants to USDs

account in excess of \$100 as of June 30, 2016, is hereby reappropriated forfiscal year 2017.

35 Information technology education opportunities.....\$500,000

36 Discretionary grants.....\$322,457

37 Provided, That the above agency shall make expenditures from the

discretionary grants account during the fiscal year 2017, in the amount not

39 less than \$125,000 for after school programs for middle school students in 40 the sixth, seventh and eighth grades: *Provided further*, That the after school

41 programs may also include fifth and ninth grade students, if they attend a

42 junior high: *And provided further*. That such discretionary grants shall be

43 awarded to after school programs that operate for a minimum of two hours

1 a day, every day that school is in session, and a minimum of six hours a 2 day for a minimum of five weeks during the summer: And provided 3 *further*. That the discretionary grants awarded to after school programs 4 shall require a \$1 for \$1 local match: And provided further. That the 5 aggregate amount of discretionary grants awarded to any one after school program shall not exceed \$25,000: And provided further, That during the 6 fiscal year ending June 30, 2017, expenditures shall be made by the above 7 8 agency from the discretionary grants fund for fiscal year 2017 to establish a pilot program for communities in schools programming in three school 9 districts in Kansas: And provided further, That communities in schools 10 shall conduct an outcomes based study of its programming during fiscal 11 year 2017: And provided further, That the Kansas department of education 12 13 is hereby authorized and directed to provide to communities in schools such student or other data as shall be necessary to permit communities in 14 15 schools to conduct such study of outcomes regarding the students assisted 16 with such communities in schools programming: And provided further, 17 That such data shall include data regarding demographically similar 18 students at peer institutions not involved in communities in schools 19 programs, to permit the research study to compare outcomes of students 20 receiving communities in schools services versus students not receiving 21 such services: And provided further, That upon providing the Kansas 22 department of education with the names of students participating in the 23 communities in schools program, the Kansas department of education shall 24 provide the current status of students identified as participating in the 25 program. 26 School food assistance.....\$2,510,486 27 School safety hotline.....\$10,000

28 KPERS – employer contributions.....\$23,109,684

29 Provided, That any unencumbered balance in the KPERS - employer 30 contributions account in excess of \$100 as of June 30, 2016, is hereby 31 reappropriated for fiscal year 2017: Provided further, That all expenditures 32 from the KPERS - employer contributions account shall be for payment of 33 participating employers' contributions to the Kansas public employees 34 retirement system as provided in K.S.A. 74-4939, and amendments 35 thereto: And provided further. That expenditures from this account for the 36 payment of participating employers' contributions to the Kansas public employees retirement system may be made regardless of when the liability 37 38 was incurred.

39 Educable deaf-blind and severely handicapped children's

| 40 | programs aid\$110, |)00 |
|----|--|------|
| 41 | School district juvenile detention facilities and | |
| 42 | Flint Hills job corps center grants\$4,971, | 500 |
| 43 | Provided, That any unencumbered balance in the school district juves | nile |

1 detention facilities and Flint Hills job corps center grants account in excess

2 of \$100 as of June 30, 2016, is hereby reappropriated for fiscal year 2017:

3 Provided further, That expenditures shall be made from the school district

4 juvenile detention facilities and Flint Hills job corps center grants account 5 for grants to school districts in amounts determined pursuant to and in 6 accordance with the provisions of K.S.A. 72-8187, and amendments 7 thereto.

8 Governor's teaching excellence scholarships and awards......\$327,500 9 Provided, That any unencumbered balance in the governor's teaching excellence scholarships and awards account in excess of \$100 as of June 10 11 30, 2016, is hereby reappropriated for fiscal year 2017: Provided further, 12 That all expenditures from the governor's teaching excellence scholarships 13 and awards account for teaching excellence scholarships shall be made in 14 accordance with K.S.A. 72-1398, and amendments thereto: And provided 15 *further*. That each such grant shall be required to be matched on a \$1 for \$1 16 basis from nonstate sources: And provided further, That award of each such 17 grant shall be conditioned upon the recipient entering into an agreement 18 requiring the grant to be repaid if the recipient fails to complete the course 19 of training under the national board for professional teaching standards 20 certification program: And provided further. That all moneys received by 21 the department of education for repayment of grants for governor's 22 teaching excellence scholarships shall be deposited in the state treasury 23 and credited to the governor's teaching excellence scholarships program 24 repayment fund.

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law and transfers to other state agencies shall not exceed the following:

30 State school district finance fund.....No limit

31 School district capital improvements fund......No limit

32 Provided, That expenditures from the school district capital improvements 33 fund shall be made only for the payment of general obligation bonds 34 approved by voters under the authority of K.S.A. 72-6761, and 35 amendments thereto.

| 36 | Mineral production education fund | No limit |
|----|--|----------|
| 37 | Conversion of materials and equipment fund | No limit |
| 38 | State safety fund | No limit |
| 39 | School bus safety fund | No limit |
| 40 | Motorcycle safety fund | No limit |
| 41 | Federal indirect cost reimbursement fund | No limit |
| 42 | Teacher and administrator fee fund | No limit |
| 43 | Food assistance – federal fund | No limit |
| | | |

H Sub for SB 7—Am. by HCW 12

| 1 | Education jobs fund – federal | No limit |
|----|--|-------------|
| 2 | Food assistance – school breakfast program – federal fund | No limit |
| 3 | Food assistance – national school lunch program – federal fund | No limit |
| 4 | Food assistance – child and adult care food program – federal | |
| 5 | fund | No limit |
| 6 | Elementary and secondary school aid – federal fund | No limit |
| 7 | Elementary and secondary school aid – educationally deprived | |
| 8 | children – federal fund | No limit |
| 9 | Educationally deprived children – state operations – federal | |
| 10 | fund | No limit |
| 11 | Elementary and secondary school – educationally deprived | |
| 12 | children – LEA's fund. | No limit |
| 13 | ESEA chapter II – state operations – federal fund | No limit |
| 14 | Education of handicapped children fund – federal | |
| 15 | Education of handicapped children fund – state operations – | |
| 16 | federal fund | No limit |
| 17 | Education of handicapped children fund – preschool – federal | |
| 18 | fund | No limit |
| 19 | Education of handicapped children fund – preschool state | |
| 20 | operations – federal | No limit |
| 21 | Elementary and secondary school aid – federal fund – migrant | |
| 22 | education fund | No limit |
| 23 | Elementary and secondary school aid – federal fund – migrant | |
| 24 | education – state operations | |
| 25 | Vocational education amendments of 1968 – federal fund | |
| 26 | Vocational education title II – federal fund | No limit |
| 27 | Vocational education title II - federal fund - state operations | No limit |
| 28 | Educational research grants and projects fund | |
| 29 | Drug abuse fund – department of education – federal | No limit |
| 30 | Drug abuse funds – federal – state operations fund | No limit |
| 31 | Federal K-12 fiscal stabilization fund | No limit |
| 32 | Inservice education workshop fee fund | No limit |
| 33 | Provided, That expenditures may be made from the inservice | education |
| 34 | workshop fee fund for operating expenditures, including | |
| 35 | hospitality, incurred for inservice workshops and conferences: | |
| 36 | further, That the state board of education is hereby authoriz | |
| 37 | charge and collect fees for inservice workshops and conferen | |
| 38 | provided further, That such fees shall be fixed in order to reco | over all or |
| 39 | part of such operating expenditures incurred for inservice work | |
| 40 | conferences: And provided further, That all fees received for | |
| 41 | workshops and conferences shall be deposited in the state the | reasury in |
| 42 | accordance with the provisions of K.S.A. 75-4215, and an | |
| 43 | thereto, and shall be credited to the inservice education workshop | o fee fund. |
| | | |

| 1 | Private donations, gifts, grants and bequests fundNo limit |
|----------|---|
| 2 | Interactive video fee fund |
| 3 | Provided, That expenditures may be made from the interactive video fee |
| 4 | fund for operating expenditures incurred in conjunction with the operation |
| 5 | and use of the interactive video conference facility of the department of |
| 6 | education: <i>Provided further</i> ; That the state board of education is hereby |
| 7 | authorized to fix, charge and collect fees for the operation and use of such |
| 8 | interactive video conference facility: And provided further, That all fees |
| 9 | received for the operation and use of such interactive video conference |
| 10 | facility shall be deposited in the state treasury in accordance with the |
| 11 | provisions of K.S.A. 75-4215, and amendments thereto, and shall be |
| 12 | credited to the interactive video fee fund. |
| 13 | Reimbursement for services fundNo limit |
| 14 | Communities in schools program fundNo limit |
| 15 | Governor's teaching excellence scholarships program |
| 16 | repayment fundNo limit |
| 17 | Provided, That all expenditures from the governor's teaching excellence |
| 18 | scholarships program repayment fund shall be made in accordance with |
| 19 | K.S.A. 72-1398, and amendments thereto: Provided further, That each |
| 20 | such grant shall be required to be matched on a \$1 for \$1 basis from |
| 21 | nonstate sources: And provided further, That award of each such grant shall |
| 22 | be conditioned upon the recipient entering into an agreement requiring the |
| 23 | grant to be repaid if the recipient fails to complete the course of training |
| 24 | under the national board for professional teaching standards certification |
| 25 | program: And provided further, That all moneys received by the |
| 26 | department of education for repayment of grants made under the |
| 27 | governor's teaching excellence scholarships program shall be deposited in |
| 28 | the state treasury in accordance with the provisions of K.S.A. 75-4215, and |
| 29 | amendments thereto, and shall be credited to the governor's teaching |
| 30 | excellence scholarships program repayment fund. |
| 31 | Elementary and secondary school aid – federal fund – |
| 32 33 | reading firstNo limit |
| 33 34 | Elementary and secondary school aid – federal fund – reading |
| 34 35 | first – state operationsNo limit State grants for improving teacher quality – federal fundNo limit |
| 33 36 | State grants for improving teacher quality – federal fund – |
| 37 | state operations |
| 38 | 21 st century community learning centers – federal fundNo limit |
| 39 | State assessments – federal fund |
| 40 | Rural and low-income schools program – federal fundNo limit |
| 41 | Language assistance state grants – federal fundNo limit |
| 42 | Service clearing fund |
| 43 | Helping schools license plate program fundNo limit |
| | |

1 General state aid transportation weighting – state highway fund.....No limit Provided, That on July 1, 2016, October 1, 2016, January 1, 2017, and 2 3 April 1, 2017, the director of accounts and reports shall transfer 4 \$24,150,000 from the state highway fund of the department of 5 transportation to the general state aid transportation weighting - state highway fund of the department of education. 6 7 Special education transportation weighting – state highway 8 fund......No limit Provided, That on July 1, 2016, October 1, 2016, January 1, 2017, and 9 April 1, 2017, the director of accounts and reports shall transfer 10 \$2,500,000 from the state highway fund of the department of 11 12 transportation to the special education transportation weighting – state highway fund of the department of education. 13 Career and technical education transportation – state highway 14 fund......No limit 15 16 Provided, That on July 1, 2016, the director of accounts and reports shall 17 transfer \$650,000 from the state highway fund of the department of transportation to the career and technical education transportation – state 18 19 highway fund of the department of education. 20 Educational technology coordinator fund......No limit 21 School district extraordinary need fund......\$17,521,425 22 (c) There is appropriated for the above agency from the children's 23 initiatives fund for the fiscal year ending June 30, 2017, the following: 24 Pre-K program.....\$4,799,812 25 Parent education program......\$7,237,635 26 Provided, That expenditures from the parent education program account 27 for each such grant shall be matched by the school district in an amount 28 which is equal to not less than 65% of the grant. 29 (d) On July 1, 2016, or as soon thereafter as moneys are available, 30 notwithstanding the provisions of K.S.A. 8-1,148 or 38-1808, and 31 amendments thereto, or any other statute, the director of accounts and 32 reports shall transfer \$50,000 from the family and children trust account of 33 the family and children investment fund of the Kansas department for 34 children and families to the communities in schools program fund of the 35 department of education. 36 (e) On March 30, 2017, or as soon thereafter as moneys are available, 37 notwithstanding the provisions of K.S.A. 8-267 or 8-272, and amendments 38 thereto, or any other statute, the director of accounts and reports shall 39 transfer \$550,000 from the state safety fund to the state general fund: 40 Provided. That the transfer of such amount shall be in addition to any 41 other transfer from the state safety fund to the state general fund as

42 prescribed by law: *Provided further*, That the amount transferred from the 43 state safety fund to the state general fund pursuant to this subsection is to reimburse the state general fund for accounting, auditing, budgeting, legal,
 payroll, personnel and purchasing services and any other governmental
 services which are performed on behalf of the department of education by
 other state agencies which receive appropriations from the state general
 fund to provide such services.

6 (f) On June 30, 2017, or as soon thereafter as moneys are available, 7 notwithstanding the provisions of K.S.A. 8-267 or 8-272, and amendments 8 thereto, or any other statute, the director of accounts and reports shall 9 transfer \$550,000 from the state safety fund to the state general fund: 10 *Provided*. That the transfer of such amount shall be in addition to any other transfer from the state safety fund to the state general fund as prescribed 11 12 by law: Provided further, That the amount transferred from the state safety 13 fund to the state general fund pursuant to this subsection is to reimburse the state general fund for accounting, auditing, budgeting, legal, payroll, 14 personnel and purchasing services and any other governmental services 15 16 which are performed on behalf of the department of education by other 17 state agencies which receive appropriations from the state general fund to 18 provide such services.

(g) On July 1, 2016, and quarterly thereafter, the director of accounts
and reports shall transfer \$63,951 from the state highway fund of the
department of transportation to the school bus safety fund of the
department of education.

(h) On July 1, 2016, the director of accounts and reports shall transfer an amount certified by the commissioner of education from the motorcycle safety fund of the department of education to the motorcycle safety fund of the state board of regents: *Provided*, That the amount to be transferred shall be determined by the commissioner of education based on the amounts required to be paid pursuant to K.S.A. 8-272(b)(2), and amendments thereto.

(i) There is appropriated for the above agency from the expanded
 lottery act revenues fund for the fiscal year ending June 30, 2017, the
 following:

33 KPERS – school employer contribution.....\$35,430,948 34 (j) On July 1, 2016, or as soon thereafter as moneys are available, the 35 director of accounts and reports shall transfer \$85,811 from the USAC E-36 rate program federal fund of the state board of regents to the education 37 technology coordinator fund of the department of education: Provided, 38 That the department of education shall provide information and data 39 regarding the number of school districts served and cost savings attained 40 by such school districts in order to assess the cost effectiveness of having 41 this education technology coordinator position: *Provided further*, That such 42 information and data shall be available by the department of education by 43 the end of the fiscal year 2017.

New Sec. 4. (a) The provisions of sections 4 through 22, and 1 amendments thereto, shall be known and may be cited as the classroom 2 3 learning assuring student success act.

4 (b) The legislature hereby declares that the intent of this act is to 5 lessen state interference and involvement in the local management of 6 school districts and to provide more flexibility and increased local control 7 for school district boards of education and administrators in order to:

8 (1) Enhance predictability and certainty in school district funding 9 sources and amounts:

(2) allow school district boards of education and administrators to 10 best meet their individual school district's financial needs: and 11

12

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

13 To meet this legislative intent, state financial support for elementary and secondary public education will be met by providing a block grant for 14 school years 2015-2016 and 2016-2017 to each school district. Each 15 16 school district's block grant will be based in part on, and be at least equal 17 to, the total state financial support as determined for school year 2014-18 2015 under the school district finance and quality performance act, prior to 19 its repeal. All school districts will be held harmless from any decreases to 20 the final school year 2014-2015 amount of total state financial support.

21 (c) The legislature further declares that the guiding principles for the 22 development of subsequent legislation for the finance of elementary and 23 secondary public education should consist of the following:

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

24 25

(2) providing more funding to classroom instruction;

26 (3) maximizing flexibility in the use of funding by school district 27 boards of education and administrators; and

28 (4) achieving the goal of providing students with those education 29 capacities established in K.S.A. 72-1127, and amendments thereto.

30 (d) The provisions of this section shall be effective from and after 31 July 1, 2015, through June 30, 2017.

32 New Sec. 5. (a) As used in sections 4 through 22, and amendments 33 thereto.

34 (1) (A) "At-risk pupils" means pupils who are eligible for free meals 35 under the national school lunch act and who are enrolled in a district which 36 maintains an approved at-risk pupil assistance plan.

37 (B) The term "at-risk pupils" shall not include any pupil: (i) Enrolled 38 in any of the grades one through 12 who is in attendance less than full 39 time; or (ii) who is over 19 years of age. The provisions of this paragraph 40 shall not apply to any pupil who has an individualized education program. 41

"Board" means the board of education of a school district. (2)

42 (3) "Current school year" means the school year during which general 43 state aid is determined by the state board under section 6, and amendments 1 thereto.

(4) "Enrollment" means: (A) (i) Subject to the provisions of
subsection (a)(4)(A)(ii), for school districts scheduling the school days or
school hours of the school term on a trimestral or quarterly basis, the
number of pupils regularly enrolled in the district on September 20 plus
the number of pupils regularly enrolled in the school district on February
20 less the number of pupils regularly enrolled on February 20 who were
counted in the enrollment of the school district on September 20;

9 (ii) for school districts not described in subsection (a)(4)(A)(i), the 10 number of pupils regularly enrolled in the school district on September 20; 11 and

(iii) a pupil who is a foreign exchange student shall not be counted
unless such student is regularly enrolled in the school district on
September 20 and attending kindergarten or any of the grades one through
12 maintained by the school district for at least one semester or two
quarters or the equivalent thereof;

(B) if enrollment in a school district in any school year has decreased
from enrollment in the preceding school year, enrollment of the school
district in the current school year means whichever is the greater of:

(i) Enrollment in the preceding school year minus enrollment in such
school year of preschool-aged at-risk pupils, if any such pupils were
enrolled, plus enrollment in the current school year of preschool-aged atrisk pupils, if any such pupils are enrolled; or

(ii) the sum of enrollment in the current school year of preschoolaged at-risk pupils, if any such pupils are enrolled and the average of the
sum of:

(a) Enrollment of the school district in the current school year minus
enrollment in such school year of preschool-aged at-risk pupils, if any
such pupils are enrolled;

(b) enrollment in the preceding school year minus enrollment in such
 school year of preschool-aged at-risk pupils, if any such pupils were
 enrolled; and

(c) enrollment in the school year next preceding the preceding school
 year minus enrollment in such school year of preschool-aged at-risk
 pupils, if any such pupils were enrolled.

(5) "February 20" has its usual meaning, except that in any year in
which February 20 is not a day on which school is maintained, it shall
mean the first day after February 20 on which school is maintained.

(6) "Preceding school year" means the school year immediatelybefore the current school year.

41 (7) "Preschool-aged at-risk pupil" means an at-risk pupil who has
42 attained the age of four years, is under the age of eligibility for attendance
43 at kindergarten, and has been selected by the state board in accordance

with guidelines consonant with guidelines governing the selection of 1 2 pupils for participation in head start programs.

3 (8) "Preschool-aged exceptional children" means exceptional children, except gifted children, who have attained the age of three years 4 5 but are under the age of eligibility for attendance at kindergarten.

6 (9) "Pupil" means any person who is regularly enrolled in a district 7 and attending kindergarten or any of the grades one through 12 maintained 8 by the district, or who is regularly enrolled in a district and attending kindergarten or any of the grades one through 12 in another district in 9 accordance with an agreement entered into under authority of K.S.A. 72-10 8233, and amendments thereto, or who is regularly enrolled in a district 11 and attending special education services provided for preschool-aged 12 13 exceptional children by the district.

(10) "School district" means a unified school district organized and 14 operated under the laws of this state. 15

16

"School year" means the 12-month period ending June 30. (11)

(12) "September 20" has its usual meaning, except that in any year in 17 which September 20 is not a day on which school is maintained, it shall 18 19 mean the first day after September 20 on which school is maintained. 20

(13) "State board" means the state board of education.

21 (b) The provisions of this section shall be effective from and after 22 July 1, 2015, through June 30, 2017.

23 New Sec. 6. (a) For school year 2015-2016 and school year 2016-2017, the state board shall disburse general state aid to each school district 24 25 in an amount equal to:

(1) Subject to the provisions of subsections (b) through (e), the 26 27 amount of general state aid such school district received for school year 28 2014-2015, if any, pursuant to K.S.A. 72-6416, prior to its repeal, as 29 prorated in accordance with K.S.A. 72-6410, prior to its repeal, less:

(A) The amount directly attributable to the ancillary school facilities 30 31 weighting as determined for school year 2014-2015 under K.S.A. 72-6443, 32 prior to its repeal;

33 (B) the amount directly attributable to the cost of living weighting as 34 determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-6450, 35 prior to its repeal;

36 (C) the amount directly attributable to declining enrollment state aid 37 as determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-38 6452, prior to its repeal; and

39 (D) the amount directly attributable to virtual school state aid as determined for school year 2014-2015 under K.S.A. 2014 Supp. 72-3715, 40 41 and amendments thereto, plus;

(2) the amount of supplemental general state aid such school district 42 43 received for school year 2014-2015, if any, pursuant to K.S.A. 72-6434,

prior to its repeal, as prorated in accordance with K.S.A. 72-6434, prior to
 its repeal, plus;

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

6 (4) (A) an amount that is directly attributable to the proceeds of the 7 tax levied by the school district pursuant to section 14, and amendments 8 thereto, provided, the school district has levied such tax;

9 (B) an amount that is directly attributable to the proceeds of the tax 10 levied by the school district pursuant to section 15, and amendments 11 thereto, provided, the school district has levied such tax;

(C) an amount that is directly attributable to the proceeds of the tax
levied by the school district pursuant to section 16, and amendments
thereto, provided, the school district has levied such tax, plus;

15 (5) the amount of virtual school state aid such school district is to 16 receive under K.S.A. 2014 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;

20 (7) an amount equal to 0.4% of the amount determined under 21 subsection (a)(1).

22 (b) For any school district whose school financing sources exceeded 23 its state financial aid for school year 2014-2015 as calculated under the 24 school district finance and quality performance act, prior to its repeal, the 25 amount such school district is entitled to receive under subsection (a)(1)26 shall be the proceeds of the tax levied by the school district pursuant to 27 section 11, and amendments thereto, less the difference between such 28 school district's school financing sources and its state financial aid for 29 school year 2014-2015 as calculated under the school district finance and 30 quality performance act, prior to its repeal.

31 (c) For any school district formed by consolidation in accordance with article 87 of chapter 72 of the Kansas Statutes Annotated, and 32 33 amendments thereto, prior to the effective date of this act, and whose state 34 financial aid for school year 2014-2015 was determined under K.S.A. 72-35 6445a, prior to its repeal, the amount of general state aid for such school 36 district determined under subsection (a)(1) shall be determined as if such 37 school district was not subject to K.S.A. 72-6445a, prior to its repeal, for 38 school year 2014-2015.

(d) For any school district that consolidated in accordance with article
87 of chapter 72 of the Kansas Statutes Annotated, and amendments
thereto, and such consolidation becomes effective on or after July 1, 2015,
the amount of general state aid for such school district determined under
subsection (a)(1) shall be the sum of the general state aid each of the

1 former school districts would have received under subsection (a)(1).

2 (e) (1) For any school district that was entitled to receive school 3 facilities weighting for school year 2014-2015 under K.S.A. 72-6415b, 4 prior to its repeal, and which would not have been eligible to receive such 5 weighting for school year 2015-2016 under K.S.A. 72-6415b, prior to its 6 repeal, an amount directly attributable to the school facilities weighting as 7 determined for school year 2014-2015 under K.S.A. 72-6415, prior to its 8 repeal, for such school district shall be subtracted from the amount of 9 general state aid for such school district determined under subsection (a) 10 (1).

11 (2) For any school district which would have been eligible to receive 12 school facilities weighting for school year 2015-2016 under K.S.A. 72-13 6415b, prior to its repeal, but which did not receive such weighting for school year 2014-2015, an amount directly attributable to the school 14 15 facilities weighting as would have been determined under K.S.A. 72-6415, 16 prior to its repeal, for school year 2015-2016 shall be added to the amount 17 of general state aid for such school district determined under subsection (a) 18 (1).

19 (3) For any school district which would have been eligible to receive 20 school facilities weighting for school year 2016-2017 under K.S.A. 72-21 6415b, prior to its repeal, but which did not receive such weighting for 22 school year 2014-2015, and which would not have been eligible to receive 23 such weighting for school year 2015-2016 under K.S.A. 72-6415b, prior to 24 its repeal, an amount directly attributable to the school facilities weighting 25 as would have been determined under K.S.A. 72-6415, prior to its repeal, 26 for school year 2016-2017 shall be added to the amount of general state 27 aid for such school district determined under subsection (a)(1).

(f) The general state aid for each school district shall be disbursed in accordance with appropriation acts. In the event the appropriation for general state aid exceeds the amount determined under subsection (a) for any school year, then the state board shall disburse such excess amount to each school district in proportion to such school district's enrollment.

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

New Sec. 7. (a) The distribution of general state aid determined pursuant to section 6, and amendments thereto, shall be made in accordance with appropriation acts each year as provided in this section.

(b) (1) In the months of July through May of each school year, the state board shall determine the amount of general state aid which will be required by each district to maintain operations in each such month. In making such determination, the state board shall take into consideration the district's access to school financing sources and the obligations of the general fund which must be satisfied during the month. The amount determined by the state board under this provision is the amount of general
 state aid which will be distributed to the district in the months of July
 through May;

4 (2) in the month of June of each school year, subject to the provisions 5 of subsection (d), payment shall be made of the full amount of the general 6 state aid entitlement determined for the school year, less the sum of the 7 monthly payments made in the months of July through May.

8 (c) The state board of education shall prescribe the dates upon which 9 the distribution of payments of general state aid to school districts shall be 10 due. Payments of general state aid shall be distributed to districts once each month on the dates prescribed by the state board. The state board 11 shall certify to the director of accounts and reports the amount due as 12 general state aid to each district in each of the months of July through 13 June. Such certification, and the amount of general state aid payable from 14 the state general fund, shall be approved by the director of the budget. The 15 director of accounts and reports shall draw warrants on the state treasurer 16 17 payable to the district treasurer of each district entitled to payment of 18 general state aid, pursuant to vouchers approved by the state board. Upon receipt of such warrant, each district treasurer shall deposit the amount of 19 20 general state aid in the general fund.

21 (d) If any amount of general state aid that is due to be paid during the 22 month of June of a school year pursuant to the other provisions of this 23 section is not paid on or before June 30 of such school year, then such 24 payment shall be paid on or after the ensuing July 1, as soon as moneys are 25 available therefor. Any payment of general state aid that is due to be paid during the month of June of a school year and that is paid to school 26 27 districts on or after the ensuing July 1 shall be recorded and accounted for 28 by school districts as a receipt for the school year ending on the preceding 29 June 30.

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

32 New Sec. 8. (a) In the event any district is paid more than it is entitled 33 to receive under any distribution made under the provisions of sections 4 34 through 22, and amendments thereto, or under any statute repealed by this 35 act, the state board shall notify the district of the amount of such 36 overpayment, and such district shall remit the same to the state board. The 37 state board shall remit any moneys so received to the state treasurer in 38 accordance with the provisions of K.S.A. 75-4215, and amendments 39 thereto. Upon receipt of each such remittance, the state treasurer shall 40 deposit the entire amount in the state treasury to the credit of the state school district finance fund. If any district fails so to remit, the state board 41 shall deduct the excess amounts so paid from future payments becoming 42 43 due to the district. In the event any district is paid less than the amount to which it is entitled under any distribution made under the provisions of
sections 4 through 22, and amendments thereto, the state board shall pay
the additional amount due at any time within the school year in which the
underpayment was made or within 60 days after the end of such school
year.

6 (b) The provisions of this section shall be effective from and after 7 July 1, 2015, through June 30, 2017.

8 New Sec. 9. (a) On or before October 10 of each school year, the 9 clerk or superintendent of each district shall certify under oath to the state 10 board a report showing the total enrollment of the district by grades maintained in the schools of the district and such other reports as the state 11 12 board may require. Upon receipt of such report, the state board shall 13 examine the report, and if the state board finds any errors in any such report, the state board shall consult with the district officer furnishing the 14 15 report and make such corrections in the report as are necessary. One of 16 such district officers shall also certify to the state board, on or before 17 August 25 of each year, a copy of the budget adopted by the district.

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

New Sec. 10. (a) The state school district finance fund, established by K.S.A. 1991 Supp. 72-7081, prior to its repeal, is hereby continued in existence and shall consist of: (1) All moneys credited to such fund under K.S.A. 72-6418, 72-6431, 72-6441 and K.S.A. 2014 Supp. 72-6449 and 72-6451, prior to their repeal; and (2) all amounts transferred to such fund pursuant to the provisions of sections 4 through 22, and amendments thereto.

(b) The state school district finance fund shall be used for the purpose
of school district finance and for no other governmental purpose. It is the
intent of the legislature that the fund shall remain intact and inviolate for
such purpose, and moneys in the fund shall not be subject to the provisions
of K.S.A. 75-3722, 75-3725a and 75-3726a, and amendments thereto.

(c) Amounts in the state school district finance fund shall be allocated
 and distributed to school districts as a portion of general state aid
 entitlements provided for under section 6, and amendments thereto.

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

New Sec. 11. (a) The board of education of each school district shall
levy an ad valorem tax upon the taxable tangible property of the district at
a rate of 20 mills in school year 2015-2016 and school year 2016-2017 for
the purpose of:

(1) Paying a portion of the costs of operating and maintaining public
schools in partial fulfillment of the constitutional obligation of the
legislature to finance the educational interests of the state; and

1 (2) with respect to any redevelopment district established prior to July 2 1, 1997, pursuant to K.S.A. 12-1771, and amendments thereto, paying a 3 portion of the principal and interest on bonds issued by cities under 4 authority of K.S.A. 12-1774, and amendments thereto, for the financing of 5 redevelopment projects upon property located within the district.

6 (b) Except for that portion of the proceeds used for the purpose 7 specified in subsection (a)(2), the proceeds from the tax levied by a school 8 district under authority of this section shall be remitted to the state 9 treasurer in accordance with the provisions of K.S.A. 75-4215, and 10 amendments thereto. Upon receipt of each such remittance, the state 11 treasurer shall deposit the entire amount in the state treasury and shall 12 credit the same to the state school finance fund.

(c) All moneys remitted to the state treasurer pursuant to subsection
(b) shall be used for paying a portion of the costs of operating and
maintaining public schools in partial fulfillment of the constitutional
obligation of the legislature to finance the educational interests of the state.

(d) No school district shall proceed under K.S.A. 79-1964, 79-1964a
or 79-1964b, and amendments thereto.

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

New Sec. 12. (a) For school year 2015-2016 and school year 2016-2017, the board of any school district may adopt a local option budget which does not exceed the greater of: (1) The local option budget adopted by such school district for school year 2014-2015 pursuant to K.S.A. 72-6433, prior to its repeal; or (2) the local option budget such school district would have adopted for school year 2015-2016 pursuant to K.S.A. 72-6433, prior to its repeal.

(b) Except as provided by subsection (e), the adoption of a resolution
pursuant to this subsection shall require a majority vote of the members of
the board. Such resolution shall be effective upon adoption and shall
require no other procedure, authorization or approval.

32 (c) Unless specifically stated otherwise in the resolution, the authority 33 to adopt a local option budget shall be continuous and permanent. The 34 board of any school district that has adopted a local option budget in a 35 prior school year may choose not to adopt such a budget or may adopt a 36 budget in an amount less than the amount authorized. If the board of any 37 school district whose authority to adopt a local option budget is not 38 continuous and permanent refrains from adopting a local option budget, 39 the authority of such district to adopt a local option budget shall not be 40 extended by such refrainment beyond the period specified in the resolution 41 authorizing adoption of such budget.

42 (d) The board of any district may initiate procedures to renew the 43 authority to adopt a local option budget at any time during a school year after the tax levied pursuant to section 13, and amendments thereto, is
 certified to the county clerk under any existing authorization.

3 (e) The board of any school district that has adopted a local option 4 budget prior to July 1, 2015, under a resolution which authorized the 5 adoption of such budget in accordance with the provisions of K.S.A. 72-6 6433, prior to its repeal, may continue to operate under such resolution for 7 the period of time specified in the resolution or may abandon the 8 resolution and operate under the provisions of this section. Any such school district shall operate under the provisions of this section after the 9 10 period of time specified in the resolution has expired.

(f) Any resolution adopted pursuant to this section may revoke or repeal any resolution previously adopted by the board. If the resolution does not revoke or repeal previously adopted resolutions, all resolutions which are in effect shall expire on the same date. The maximum amount of the local option budget of a school district under all resolutions in effect shall not exceed the limitation set forth in subsection (a) in any school year.

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

New Sec. 13. (a) For school year 2015-2016 and school year 2016-2017, the board of each school district that has adopted a local option budget may levy an ad valorem tax on the taxable tangible property of the district for the purpose of:

(1) Financing that portion of the school district's local option budgetwhich is not financed from any other source provided by law; and

26 (2) paying a portion of the principal and interest on bonds issued by 27 cities under authority of K.S.A. 12-1774, and amendments thereto, for the 28 financing of redevelopment projects upon property located within the 29 district.

(b) Except the proceeds of such tax levied for the purpose specified in
subsection (a)(2), the proceeds from the tax levied by a school district
under authority of this section shall be deposited in the general fund of the
district.

(c) No school district shall proceed under K.S.A. 79-1964, 79-1964a
or 79-1964b, and amendments thereto.

36 (d) The provisions of this section shall be effective from and after37 July 1, 2015, through June 30, 2017.

New Sec. 14. (a) The board of any school district to which the provisions of this subsection apply may levy an ad valorem tax on the taxable tangible property of the school district for school years 2015-2016 and 2016-2017 in an amount not to exceed the amount authorized by the state court of tax appeals for school year 2014-2015 pursuant to K.S.A. 2014 Supp. 72-6451, prior to its repeal, for the purpose set forth in K.S.A. 1 2014 Supp. 72-6451, prior to its repeal. The provisions of this subsection 2 apply to any school district that imposed a levy pursuant to K.S.A. 2014 3 Supp. 72-6451, prior to its repeal, for school year 2014-2015.

4 (b) The board of education of any school district which would have 5 been eligible to levy an ad valorem tax pursuant to K.S.A. 2014 Supp. 72-6 6451, prior to its repeal, for school year 2015-2016 or 2016-2017, may 7 levy an ad valorem tax on the taxable tangible property of the school 8 district each year for a period of time not to exceed two years in an amount 9 not to exceed the amount authorized by the state board of tax appeals 10 under this subsection for the purpose of financing the costs incurred by the school district directly attributable to the school district's declining 11 12 enrollment. The state board of tax appeals may authorize the school district 13 to make a levy which will produce an amount that is not greater than the 14 amount of revenues lost as a result of the declining enrollment of the 15 school district. Such amount shall not exceed 5% of the general fund 16 budget of the school district in the school year in which the school district 17 applies to the state board of tax appeals for authority to make a levy 18 pursuant to this section.

19 (c) The state board of tax appeals shall certify to the state board the 20 amount authorized to be produced by the levy of a tax under this section. 21 The state board shall prescribe guidelines for the data that school districts 22 shall include in cases before the state board of tax appeals pursuant to this 23 section. The state board shall provide to the state board of tax appeals such 24 school data and information requested by the state board of tax appeals 25 and any other information deemed necessary by the state board.

(d) The proceeds from any tax levied by a school district under 26 27 authority of this section shall be remitted to the state treasurer in 28 accordance with the provisions of K.S.A. 75-4215, and amendments 29 thereto. Upon receipt of each such remittance, the state treasurer shall 30 deposit the entire amount in the state treasury and shall credit the same to 31 the state school finance fund. All moneys remitted to the state treasurer 32 pursuant to this subsection shall be used for paying a portion of the costs 33 of operating and maintaining public schools in partial fulfillment of the 34 constitutional obligation of the legislature to finance the educational 35 interests of the state.

36 (e) The provisions of this section shall be effective from and after 37 July 1, 2015, through June 30, 2017.

38 New Sec. 15. (a) The board of any school district to which the 39 provisions of this subsection apply may levy an ad valorem tax on the 40 taxable tangible property of the school district for school years 2015-2016 41 and 2016-2017 in an amount not to exceed the amount authorized by the 42 state court of tax appeals for school year 2014-2015 pursuant to K.S.A. 72-43 6441, prior to its repeal, for the purpose set forth in K.S.A. 72-6441, prior

to its repeal. The provisions of this subsection apply to any school district
that imposed a levy pursuant to K.S.A. 72-6441, prior to its repeal, for
school year 2014-2015.

4 (b) The board of any school district which would have been eligible 5 to levy an ad valorem tax pursuant to K.S.A. 2014 Supp. 72-6441, prior to 6 its repeal, for school year 2015-2016 or 2016-2017, may levy an ad 7 valorem tax on the taxable tangible property of the school district each 8 year for a period of time not to exceed two years in an amount not to 9 exceed the amount authorized by the state board of tax appeals under this 10 subsection for the purpose of financing the costs incurred by the school district that are directly attributable to ancillary school facilities. The state 11 12 board of tax appeals may authorize the school district to make a levy 13 which will produce an amount that is not greater than the difference between the amount of costs directly attributable to commencing operation 14 15 of one or more new school facilities and the amount that is financed from 16 any other source provided by law for such purpose.

17 (c) The state board of tax appeals shall certify to the state board of 18 education the amount authorized to be produced by the levy of a tax under 19 subsection (a). The state board of tax appeals may adopt rules and 20 regulations necessary to effectuate the provisions of this section, including 21 rules and regulations relating to the evidence required in support of a 22 school district's claim that the costs attributable to commencing operation 23 of one or more new school facilities are in excess of the amount that is financed from any other source provided by law for such purpose. 24

25 (d) The board of any school district that has levied an ad valorem tax 26 on the taxable tangible property of the school district each year for a 27 period of two years under authority of subsection (b) may continue to levy 28 such tax under authority of this subsection each year for an additional period of time not to exceed six years in an amount not to exceed the 29 30 amount computed by the state board of education as provided in this 31 subsection if the board of education of the school district determines that 32 the costs attributable to commencing operation of one or more new school 33 facilities are significantly greater than the costs attributable to the 34 operation of other school facilities in the school district. The tax authorized 35 under this subsection may be levied at a rate which will produce an 36 amount that is not greater than the amount computed by the state board of 37 education as provided in this subsection. In computing such amount, the 38 state board shall:

(1) Determine the amount produced by the tax levied by the school
district under authority of subsection (b) in the second year for which such
tax was levied;

42 (2) compute 90% of the amount of the sum obtained under subsection43 (d)(1), which computed amount is the amount the school district may levy

in the first year of the six-year period for which the school district may
 levy a tax under authority of this subsection;

(3) compute 75% of the amount of the sum obtained under subsection
(d)(1), which computed amount is the amount the school district may levy
in the second year of the six-year period for which the school district may
levy a tax under authority of this subsection;

7 (4) compute 60% of the amount of the sum obtained under subsection
8 (d)(1), which computed amount is the amount the school district may levy
9 in the third year of the six-year period for which the school district may
10 levy a tax under authority of this subsection;

(5) compute 45% of the amount of the sum obtained under subsection
(d)(1), which computed amount is the amount the school district may levy
in the fourth year of the six-year period for which the school district may
levy a tax under authority of this subsection;

(6) compute 30% of the amount of the sum obtained under subsection
(d)(1), which computed amount is the amount the school district may levy
in the fifth year of the six-year period for which the school district may
levy a tax under authority of this subsection; and

(7) compute 15% of the amount of the sum obtained under subsection
(d)(1), which computed amount is the amount the school district may levy
in the sixth year of the six-year period for which the school district may
levy a tax under authority of this subsection.

23 (e) The proceeds from any tax levied by a school district under 24 authority of this section shall be remitted to the state treasurer in 25 accordance with the provisions of K.S.A. 75-4215, and amendments 26 thereto. Upon receipt of each such remittance, the state treasurer shall 27 deposit the entire amount in the state treasury and shall credit the same to 28 the state school finance fund. All moneys remitted to the state treasurer pursuant to this subsection shall be used for paying a portion of the costs 29 of operating and maintaining public schools in partial fulfillment of the 30 31 constitutional obligation of the legislature to finance the educational 32 interests of the state.

(f) The provisions of this section shall be effective from and after July1, 2015, through June 30, 2017.

35 New Sec. 16. (a) The board of education of any school district to 36 which the provisions of this subsection apply may levy a tax on the taxable 37 tangible property within the school district for school years 2015-2016 and 38 2016-2017 in an amount not to exceed the amount authorized for school 39 year 2014-2015 pursuant to K.S.A. 2014 Supp. 72-6449, prior to its repeal, 40 for the purpose set forth in K.S.A. 2014 Supp. 72-6449, prior to its repeal. The provisions of this subsection apply to any school district that imposed 41 a levy pursuant to K.S.A. 2014 Supp. 72-6449, prior to its repeal, for 42 43 school year 2014-2015.

1 (b) The board of education of any school district which would have 2 been eligible to levy an ad valorem tax pursuant to K.S.A. 2014 Supp. 72-3 6449, prior to its repeal, for school year 2015-2016 or 2016-2017, may 4 levy a tax on the taxable tangible property within the school district for the 5 purpose of financing the costs incurred by the school district that are attributable directly to the cost of paying cost-of-living salaries and wages 6 7 in an amount not to exceed the amount such school district would have been authorized to levy under K.S.A. 2014 Supp. 72-6449, prior to its 8 9 repeal.

10 (c) No tax may be levied under this section unless the board of education adopts a resolution authorizing such a tax levy and publishes the 11 12 resolution at least once in a newspaper having general circulation in the 13 school district. The resolution shall be published in substantial compliance 14 with the following form:

15 Unified School District No.

County, Kansas.

16 17

RESOLUTION

18 Be It Resolved that:

19 The board of education of the above-named school district shall be 20 authorized to levy an ad valorem tax in an amount not to exceed the 21 amount necessary to finance the costs attributable directly to the cost of 22 paying cost-of-living salaries and wages. The ad valorem tax authorized by 23 this resolution may be levied unless a petition in opposition to the same, 24 signed by not less than 5% of the qualified electors of the school district, is 25 filed with the county election officer of the home county of the school 26 district within 30 days after the publication of this resolution. If a petition 27 is filed, the county election officer shall submit the question of whether the 28 levy of such a tax shall be authorized in accordance with the provisions of 29 this resolution to the electors of the school district at the next general 30 election of the school district, as is specified by the board of education of 31 the school district. 32

CERTIFICATE

33 This is to certify that the above resolution was duly adopted by the board of education of Unified School District No. _____, _____ 34

County, Kansas, on the ____ day of _____, (year)____. 35

36 37

Clerk of the board of education.

38 All of the blanks in the resolution shall be filled. If no petition as 39 specified above is filed in accordance with the provisions of the resolution, 40 the resolution authorizing the ad valorem tax levy shall become effective. 41 If a petition is filed as provided in the resolution, the board may notify the 42 county election officer to submit the question of whether such tax levy shall be authorized. If the board fails to notify the county election officer 43

1 within 30 days after a petition is filed, the resolution shall be deemed 2 abandoned and of no force and effect and no like resolution shall be 3 adopted by the board within the nine months following publication of the 4 resolution. If a majority of the votes cast in an election conducted pursuant 5 to this provision are in favor of the resolution, such resolution shall be 6 effective on the date of such election. If a majority of the votes cast are not 7 in favor of the resolution, the resolution shall be deemed of no effect and 8 no like resolution shall be adopted by the board within the nine months 9 following such election.

10 (d) The proceeds from any tax levied by a school district under authority of this section shall be remitted to the state treasurer in 11 12 accordance with the provisions of K.S.A. 75-4215, and amendments 13 thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount in the state treasury and shall credit the same to 14 15 the state school finance fund. All moneys remitted to the state treasurer 16 pursuant to this subsection shall be used for paying a portion of the costs 17 of operating and maintaining public schools in partial fulfillment of the 18 constitutional obligation of the legislature to finance the educational 19 interests of the state.

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

New Sec. 17. (a) Each school district may submit an application to the state finance council for approval of extraordinary need state aid. Such application shall be submitted in such form and manner as prescribed by the state finance council, and shall include a description of the extraordinary need of the school district that is the basis for the application.

28 (b) The state finance council shall review all submitted applications 29 and approve or denv such application based on whether the applicant 30 school district has demonstrated extraordinary need. As part of its review 31 of an application, the state finance council may conduct a hearing and 32 provide the applicant school district an opportunity to present testimony as 33 to such school district's extraordinary need. In determining whether a 34 school district has demonstrated extraordinary need, the state finance 35 council shall consider: (1) Any extraordinary increase in enrollment of the 36 applicant school district for the current school year; (2) any extraordinary 37 decrease in the assessed valuation of the applicant school district for the 38 current school year; and (3) any other unforeseen acts or circumstances 39 which substantially impact the applicant school district's general fund 40 budget for the current school year.

41 (c) If the state finance council approves an application it shall certify
42 to the state board of education that such application was approved and the
43 amount of extraordinary need state aid to be disbursed to the applicant

school district from the school district extraordinary need fund. In 1 2 approving any application for extraordinary need state aid, the state 3 finance council may approve an amount of extraordinary need state aid 4 that is less than the amount the school district requested in the application. 5 If the state finance council denies an application, then within 15 days of 6 such denial it shall send written notice of such denial to the superintendent 7 of such school district. The decision of the state finance council shall be 8 final

9 (d) There is hereby established in the state treasury the school district 10 extraordinary need fund which shall be administered by the state department of education. All expenditures from the school district 11 12 extraordinary need fund shall be used for the disbursement of 13 extraordinary need state aid as approved by the state finance council under this section. All expenditures from the school district extraordinary need 14 15 fund shall be made in accordance with appropriation acts upon warrants of 16 the director of accounts and reports issued pursuant to vouchers approved 17 by the state board of education, or the designee of the state board of 18 education. At the end of each fiscal year, the director of accounts and 19 reports shall transfer to the state general fund any moneys in the school 20 district extraordinary need fund on each such date in excess of the amount 21 required to pay all amounts of extraordinary need state aid approved by the 22 state finance council for the current school year.

23 (e) For school year 2015-2016 and school year 2016-2017, the state 24 board of education shall certify to the director of accounts and reports an 25 amount equal to the aggregate of the amount determined under section 6(a)(7), and amendments thereto, for all school districts. Upon receipt of such 26 27 certification, the director shall transfer the certified amount from the state 28 general fund to the school district extraordinary need fund. All transfers 29 made in accordance with the provisions of this subsection shall be considered to be demand transfers from the state general fund. 30

(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 prescribed in K.S.A. 75-3711c(c), and amendments thereto.
Such approvals may be given by the state finance council when the
legislature is in session.

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

New Sec. 18. (a) Any fund established in a school district pursuant to
K.S.A. 72-6409, 72-6420 through 72-6424 or K.S.A. 2014 Supp. 72-6414a
or 72-6414b, and amendments thereto, prior to their repeal, shall continue
in existence in such school district, subject to the provisions of sections 4
through 22, and amendments thereto.

42 (b) The provisions of this section shall be effective from and after43 July 1, 2015, through June 30, 2017.

New Sec. 19. (a) Except for the bond and interest fund, the board of any school district may transfer moneys from the general fund to any other fund of the school district in any school year. Except for the bond and interest fund, special education fund and special retirement contributions fund, the board of any school district may transfer moneys from any fund of the school district to the general fund of the school district.

7 (b) The board of any school district may transfer moneys from any 8 other fund to the special education fund or special retirement contributions 9 fund of the school district, but no transfers shall be authorized from the 10 bond and interest fund, special education fund or special retirement 11 contributions fund. Moneys in the bond and interest fund, special 12 education fund and special retirement contributions fund shall only be 13 expended for such purposes as permitted by law.

14 (c) The aggregate amount of money transferred pursuant to this 15 section from the capital outlay fund of a school district to the general fund 16 of the school district, or to any other fund of the school district for any 17 school year shall not exceed the aggregate amount of money held in the 18 capital outlay fund that is not directly attributable to any tax levied under 19 the authority of K.S.A. 72-8801, and amendments thereto.

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

New Sec. 20. (a) In order to accomplish the mission for Kansas
 education, the state board of education shall design and adopt a school
 performance accreditation system based upon improvement in
 performance that reflects high academic standards and is measurable.

(b) The state board shall establish curriculum standards which reflect
high academic standards for the core academic areas of mathematics,
science, reading, writing and social studies. The curriculum standards shall
be reviewed at least every seven years. Nothing in this subsection shall be
construed in any manner so as to impinge upon any district's authority to
determine its own curriculum.

32 (c) The state board shall provide for statewide assessments in the core 33 academic areas of mathematics, science, reading, writing and social 34 studies. The board shall ensure compatibility between the statewide 35 assessments and the curriculum standards established pursuant to 36 subsection (b). Such assessments shall be administered at three grade 37 levels, as determined by the board. The state board shall determine 38 performance levels on the statewide assessments, the achievement of 39 which represents high academic standards in the academic area at the 40 grade level to which the assessment applies. The state board should specify 41 high academic standards both for individual performance and school 42 performance on the assessments.

43 (d) Each school in every district shall establish a school site council

1 composed of the principal and representatives of teachers and other school

2 personnel, parents of pupils attending the school, the business community, 3 and other community groups. School site councils shall be responsible for 4 providing advice and counsel in evaluating state, school district, and school site performance goals and objectives and in determining the 5 6 methods that should be employed at the school site to meet these goals and 7 objectives. Site councils may make recommendations and proposals to the 8 school board regarding budgetary items and school district matters, 9 including, but not limited to, identifying and implementing the best 10 practices for developing efficient and effective administrative and management functions. Site councils also may help school boards analyze 11 12 the unique environment of schools, enhance the efficiency and maximize 13 limited resources, including outsourcing arrangements and cooperative opportunities as a means to address limited budgets. 14

15 (e) Whenever the state board of education determines that a school 16 has failed either to meet the accreditation requirements established by 17 rules and regulations or standards adopted by the state board or provide the 18 curriculum required by state law, the state board shall so notify the school 19 district in which the school is located. Such notice shall specify the 20 accreditation requirements that the school has failed to meet and the 21 curriculum that the school has failed to provide. Upon receipt of such 22 notice, the board of education of such school district is encouraged to 23 reallocate the resources of the school district to remedy all deficiencies 24 identified by the state board. When making such reallocation, the board of 25 education shall take into consideration the resource strategies of highly resource-efficient districts as identified in phase III of the Kansas 26 27 education resource management study conducted by Standard and Poor's 28 (March 2006).

(f) The provisions of this section shall be effective from and after July1, 2015, through June 30, 2017.

New Sec. 21. (a) The state board may adopt rules and regulations for
the administration of the provisions of the classroom learning assuring
student success act, section 4 et seq., and amendments thereto.

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

New Sec. 22. (a) The provisions of sections 4 through 22, and amendments thereto, shall not be severable. If any provision of sections 4 through 22, and amendments thereto, is held to be invalid or unconstitutional by court order, all provisions of sections 4 through 22, and amendments thereto, shall be null and void.

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

43 Sec. 23. From and after July 1, 2015, K.S.A. 2014 Supp. 10-1116a is

hereby amended to read as follows: 10-1116a. The limitations on 1 2 expenditures imposed under the cash-basis law shall not apply to:

3 (a) Expenditures in excess of current revenues made for municipally 4 owned and operated utilities out of the fund of such utilities caused by, or 5 resulting from the meeting of, extraordinary emergencies including 6 drought emergencies. In such cases expenditures in excess of current 7 revenues may be made by declaring an extraordinary emergency by 8 resolution adopted by the governing body and such resolution shall be 9 published at least once in a newspaper of general circulation in such city. Thereupon, such governing body may issue interest bearing no-fund 10 warrants on such utility fund in an amount, including outstanding 11 12 previously issued no-fund warrants, not to exceed 25% of the revenues 13 from sales of service of such utility for the preceding year. Such warrants shall be redeemed within three years from date of issuance and shall bear 14 interest at a rate of not to exceed the maximum rate of interest prescribed 15 16 by K.S.A. 10-1009, and amendments thereto. Upon the declaration of a 17 drought emergency, the governing body may issue such warrants for water 18 system improvement purposes in an amount not to exceed 50% of the 19 revenue received from the sale of water for the preceding year. Such 20 warrants shall be redeemed within five years from the date of issuance and 21 shall bear interest at a rate not to exceed the maximum rate of interest 22 prescribed by K.S.A. 10-1009, and amendments thereto.

23 (b) Expenditures in any month by school districts which are in excess 24 of current revenues if the deficit or shortage in revenues is caused by, or a 25 result of, the payment of state aid after the date prescribed for the payment of state aid during such month under K.S.A. 72-6417 or 72-6434 section 7, 26 27 and amendments thereto.

28 Sec. 24. From and after July 1, 2015, K.S.A. 12-1677 is hereby 29 amended to read as follows: 12-1677. (a) Except as otherwise required by 30 state or federal law, all moneys earned and collected from investments by 31 vocational-technical counties. area schools and quasi-municipal 32 corporations authorized in this act shall be credited to the general fund of 33 such county, area vocational-technical school or quasi-municipal 34 corporation by the treasurer thereof, and all moneys earned and collected from investments by school districts authorized in this act shall be credited 35 36 in accordance with the provisions of K.S.A. 72-6427, and amendments-37 thereto to the general fund of the school district.

38 (b) The treasurer of each county, school district, area vocational-39 technical school or quasi-municipal corporation shall maintain a complete 40 record of all investments authorized in this act and shall make a quarterly 41 written report of such record to the governing body of such county, school 42 district, area vocational-technical school or quasi-municipal corporation.

43 Sec. 25. From and after July 1, 2015, K.S.A. 2014 Supp. 12-1770a is

hereby amended to read as follows: 12-1770a. As used in this act, and 1 2 amendments thereto, the following words and phrases shall have the following meanings unless a different meaning clearly appears from the 3 4 content:

5 "Auto race track facility" means: (1) An auto race track facility (a) 6 and facilities directly related and necessary to the operation of an auto race 7 track facility, including, but not limited to, grandstands, suites and viewing 8 areas, concessions, souvenir facilities, catering facilities, visitor and retail 9 centers, signage and temporary hospitality facilities, but excluding (2) hotels, motels, restaurants and retail facilities, not directly related to or 10 necessary to the operation of such facility. 11

12 (b) "Base year assessed valuation" means the assessed valuation of all real property within the boundaries of a redevelopment district on the date 13 14 the redevelopment district was established.

15

"Blighted area" means an area which: (c)

16 (1) Because of the presence of a majority of the following factors, 17 substantially impairs or arrests the development and growth of the 18 municipality or constitutes an economic or social liability or is a menace to 19 the public health, safety, morals or welfare in its present condition and use:

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A substantial number of deteriorated or deteriorating structures: (A)

21 22 (B) predominance of defective or inadequate street layout;

(C) unsanitary or unsafe conditions;

(D) deterioration of site improvements:

(E) tax or special assessment delinquency exceeding the fair market 24 25 value of the real property;

26 (F) defective or unusual conditions of title including but not limited 27 to cloudy or defective titles, multiple or unknown ownership interests to 28 the property: 29

(G) improper subdivision or obsolete platting or land uses;

30 (H) the existence of conditions which endanger life or property by 31 fire or other causes; or

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(I) conditions which create economic obsolescence: or

33 (2) has been identified by any state or federal environmental agency 34 as being environmentally contaminated to an extent that requires a 35 remedial investigation; feasibility study and remediation or other similar 36 state or federal action: or

(3) a majority of the property is a 100-year floodplain area; or

38 (4) previously was found by resolution of the governing body to be a 39 slum or a blighted area under K.S.A. 17-4742 et seq., and amendments 40 thereto.

41 "Conservation area" means any improved area comprising 15% or (d) 42 less of the land area within the corporate limits of a city in which 50% or 43 more of the structures in the area have an age of 35 years or more, which 1 area is not yet blighted, but may become a blighted area due to the 2 existence of a combination of two or more of the following factors:

- (1) Dilapidation, obsolescence or deterioration of the structures;
- (2) illegal use of individual structures;
- 5 (3) the presence of structures below minimum code standards;
- 6 (4) building abandonment;
- 7 (5) excessive vacancies;
- 8 (6) overcrowding of structures and community facilities; or
 - (7) inadequate utilities and infrastructure.

10 (e) "De minimus" means an amount less than 15% of the land area 11 within a redevelopment district.

(f) "Developer" means any person, firm, corporation, partnership or
limited liability company, other than a city and other than an agency,
political subdivision or instrumentality of the state or a county when
relating to a bioscience development district.

16 (g) "Eligible area" means a blighted area, conservation area, 17 enterprise zone, intermodal transportation area, major tourism area or a 18 major commercial entertainment and tourism area or bioscience 19 development area.

(h) "Enterprise zone" means an area within a city that was designated
as an enterprise zone prior to July 1, 1992, pursuant to K.S.A. 12-17,107
through 12-17,113, and amendments thereto, prior to its repeal and the
conservation, development or redevelopment of the area is necessary to
promote the general and economic welfare of such city.

25 (i) "Environmental increment" means the increment determined 26 pursuant to subsection (b) of K.S.A. 12-1771a(b), and amendments 27 thereto.

28 (j) "Environmentally contaminated area" means an area of land 29 having contaminated groundwater or soil which is deemed 30 environmentally contaminated by the department of health and 31 environment or the United States environmental protection agency.

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(k) (1) "Feasibility study" means:

33 (A) A study which shows whether a redevelopment project's or 34 bioscience development project's benefits and tax increment revenue and 35 other available revenues under subsection (a)(1) of K.S.A. 12-1774(a)(1), 36 and amendments thereto, are expected to exceed or be sufficient to pay for 37 the redevelopment or bioscience development project costs; and

38 (B) the effect, if any, the redevelopment project costs or bioscience 39 development project will have on any outstanding special obligation bonds 40 payable from the revenues described in subsection (a)(1)(D) of K.S.A. 12-41 1774(a)(1)(D), and amendments thereto.

42 (2) For a redevelopment project or bioscience project financed by
43 bonds payable from revenues described in subsection (a)(1)(D) of K.S.A.

1 12-1774(a)(1)(D), and amendments thereto, the feasibility study must also 2 include:

3 (A) A statement of how the taxes obtained from the project will 4 contribute significantly to the economic development of the jurisdiction in 5 which the project is located;

6 (B) a statement concerning whether a portion of the local sales and 7 use taxes are pledged to other uses and are unavailable as revenue for the 8 redevelopment project. If a portion of local sales and use taxes is so 9 committed, the applicant shall describe the following:

10 (i) The percentage of sales and use taxes collected that are so 11 committed; and

(ii) the date or dates on which the local sales and use taxes pledged toother uses can be pledged for repayment of special obligation bonds;

14 (C) an anticipated principal and interest payment schedule on the 15 bonds;

16 (D) following approval of the redevelopment plan, the feasibility 17 study shall be supplemented to include a copy of the minutes of the 18 governing body meeting or meetings of any city whose bonding authority 19 will be utilized in the project, evidencing that a redevelopment plan has 20 been created, discussed, and adopted by the city in a regularly scheduled 21 open public meeting; and

(E) the failure to include all information enumerated in this
subsection in the feasibility study for a redevelopment or bioscience
project shall not affect the validity of bonds issued pursuant to this act.

(1) "Major tourism area" means an area for which the secretary has
made a finding the capital improvements costing not less than
\$100,000,000 will be built in the state to construct an auto race track
facility.

(m) "Real property taxes" means all taxes levied on an ad valorem
basis upon land and improvements thereon, except that when relating to a
bioscience development district, as defined in this section, "real property
taxes" does not include property taxes levied for schools, pursuant to
K.S.A. 72-6431 section 11, and amendments thereto.

(n) "Redevelopment project area" means an area designated by a city
within a redevelopment district or, if the redevelopment district is
established for an intermodal transportation area, an area designated by a
city within or outside of the redevelopment district.

38 (o) "Redevelopment project costs" means: (1) Those costs necessary
39 to implement a redevelopment project plan or a bioscience development
40 project plan, including costs incurred for:

(A) Acquisition of property within the redevelopment project area;

42 (B) payment of relocation assistance pursuant to a relocation 43 assistance plan as provided in K.S.A. 12-1777, and amendments thereto;

41

H Sub for SB 7—Am. by HCW 37

- site preparation including utility relocations; 1 (C) 2
 - sanitary and storm sewers and lift stations; (D)
 - (E) drainage conduits, channels, levees and river walk canal facilities;

4 (F) street grading, paving, graveling, macadamizing, curbing, 5 guttering and surfacing;

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- street light fixtures, connection and facilities; (G)
- 7 underground gas, water, heating and electrical services and (H) 8 connections located within the public right-of-way;
 - sidewalks and pedestrian underpasses or overpasses; (I)
- drives and driveway approaches located within the public right-of-10 (J) 11 way;

12 (K) water mains and extensions;

- 13 plazas and arcades; (L)
- major multi-sport athletic complex; 14 (M)
- 15 (N) museum facility;

16 (O) parking facilities including multilevel parking facilities;

17 and plantings. fountains. (P) landscaping shelters. benches. 18 sculptures, lighting, decorations and similar amenities;

- 19 (O) related expenses to redevelop and finance the redevelopment 20 project;
- 21 (R) for purposes of an incubator project, such costs shall also include 22 wet lab equipment including hoods, lab tables, heavy water equipment and 23 all such other equipment found to be necessary or appropriate for a commercial incubator wet lab facility by the city in its resolution 24 25 establishing such redevelopment district or a bioscience development 26 district:
- 27 (S) costs for the acquisition of land for and the construction and 28 installation of publicly-owned infrastructure improvements which serve an 29 intermodal transportation area and are located outside of a redevelopment 30 district: and
- 31 (T) costs for infrastructure located outside the redevelopment district 32 but contiguous to any portion of the redevelopment district and such 33 infrastructure is necessary for the implementation of the redevelopment 34 plan as determined by the city.
- 35 (2) Redevelopment project costs shall not include: (A) Costs incurred 36 in connection with the construction of buildings or other structures to be 37 owned by or leased to a developer, however, the "redevelopment project 38 costs" shall include costs incurred in connection with the construction of 39 buildings or other structures to be owned or leased to a developer which 40 includes an auto race track facility or a multilevel parking facility.

41 (B) In addition, for a redevelopment project financed with special 42 obligation bonds payable from the revenues described in subsection (a)(1)43 (D) of K.S.A. 12-1774(a)(1)(D), and amendments thereto, redevelopment

1 project costs shall not include:

(i) Fees and commissions paid to developers, real estate agents,
 financial advisors or any other consultants who represent the developers or
 any other businesses considering locating in or located in a redevelopment
 district;

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(ii) salaries for local government employees;

7 (iii) moving expenses for employees of the businesses locating within8 the redevelopment district;

9 (iv) property taxes for businesses that locate in the redevelopment 10 district;

(v) lobbying costs;

(vi) a bond origination fee charged by the city pursuant to K.S.A. 121742, and amendments thereto;

14 (vii) any personal property, as defined in K.S.A. 79-102, and 15 amendments thereto; and

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(viii) travel, entertainment and hospitality.

(p) "Redevelopment district" means the specific area declared to be
an eligible area in which the city may develop one or more redevelopment
projects.

(q) "Redevelopment district plan" or "district plan" means the preliminary plan that identifies all of the proposed redevelopment project areas and identifies in a general manner all of the buildings, facilities and improvements in each that are proposed to be constructed or improved in each redevelopment project area or, if the redevelopment district is established for an intermodal transportation area, in or outside of the redevelopment district.

(r) "Redevelopment project" means the approved project to
 implement a project plan for the development of the established
 redevelopment district.

(s) "Redevelopment project plan" means the plan adopted by a
municipality for the development of a redevelopment project or projects
which conforms with K.S.A. 12-1772, and amendments thereto, in a
redevelopment district.

(t) "Substantial change" means, as applicable, a change wherein the
 proposed plan or plans differ substantially from the intended purpose for
 which the district plan or project plan was approved.

(u) "Tax increment" means that amount of real property taxes
collected from real property located within the redevelopment district that
is in excess of the amount of real property taxes which is collected from
the base year assessed valuation.

41 (v) "Taxing subdivision" means the county, city, unified school 42 district and any other taxing subdivision levying real property taxes, the 43 territory or jurisdiction of which includes any currently existing or subsequently created redevelopment district including a bioscience
 development district.

3 (w) "River walk canal facilities" means a canal and related water 4 features which flows through a redevelopment district and facilities related 5 or contiguous thereto, including, but not limited to pedestrian walkways 6 and promenades, landscaping and parking facilities.

7 (x) "Major commercial entertainment and tourism area" may include,
8 but not be limited to, a major multi-sport athletic complex.

9 (y) "Major multi-sport athletic complex" means an athletic complex that is utilized for the training of athletes, the practice of athletic teams, the 10 playing of athletic games or the hosting of events. Such project may 11 include playing fields, parking lots and other developments including 12 grandstands, suites and viewing areas, concessions, souvenir facilities, 13 catering facilities, visitor centers, signage and temporary hospitality 14 facilities, but excluding hotels, motels, restaurants and retail facilities, not 15 16 directly related to or necessary to the operation of such facility.

(z) "Bioscience" means the use of compositions, methods and 17 18 organisms in cellular and molecular research, development and 19 manufacturing processes for such diverse areas as pharmaceuticals, medical therapeutics, medical diagnostics, medical devices, medical 20 21 instruments, biochemistry, microbiology, veterinary medicine, plant 22 biology, agriculture, industrial environmental and homeland security 23 applications of bioscience and future developments in the biosciences. 24 Bioscience includes biotechnology and life sciences.

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(aa) "Bioscience development area" means an area that:

(1) Is or shall be owned, operated, or leased by, or otherwise underthe control of the Kansas bioscience authority;

28 29 (2) is or shall be used and maintained by a bioscience company; or

(3) includes a bioscience facility.

(bb) "Bioscience development district" means the specific area,
created under K.S.A. 12-1771, and amendments thereto, where one or
more bioscience development projects may be undertaken.

(cc) "Bioscience development project" means an approved project to
 implement a project plan in a bioscience development district.

(dd) "Bioscience development project plan" means the plan adopted
by the authority for a bioscience development project pursuant to K.S.A.
12-1772, and amendments thereto, in a bioscience development district.

(ee) "Bioscience facility" means real property and all improvements
thereof used to conduct bioscience research, including, without limitation,
laboratory space, incubator space, office space and any and all facilities
directly related and necessary to the operation of a bioscience facility.

42 (ff) "Bioscience project area" means an area designated by the 43 authority within a bioscience development district. 1 (gg) "Biotechnology" means those fields focusing on technological 2 developments in such areas as molecular biology, genetic engineering, 3 genomics, proteomics, physiomics, nanotechnology, biodefense, 4 biocomputing, bioinformatics and future developments associated with 5 biotechnology.

6 (hh) "Board" means the board of directors of the Kansas bioscience 7 authority.

8 (ii) "Life sciences" means the areas of medical sciences, 9 pharmaceutical sciences, biological sciences, zoology, botany, horticulture, 10 ecology, toxicology, organic chemistry, physical chemistry, physiology and 11 any future advances associated with life sciences.

(jj) "Revenue increase" means that amount of real property taxes
collected from real property located within the bioscience development
district that is in excess of the amount of real property taxes which is
collected from the base year assessed valuation.

(kk) "Taxpayer" means a person, corporation, limited liability
company, S corporation, partnership, registered limited liability
partnership, foundation, association, nonprofit entity, sole proprietorship,
business trust, group or other entity that is subject to the Kansas income
tax act, K.S.A. 79-3201 et seq., and amendments thereto.

(11) "Floodplain increment" means the increment determined pursuant
 to subsection (b) of K.S.A. 2014 Supp. 12-1771e(b), and amendments
 thereto.

(mm) "100-year floodplain area" means an area of land existing in a
100-year floodplain as determined by either an engineering study of a
Kansas certified engineer or by the United States federal emergency
management agency.

28 (nn) "Major motorsports complex" means a complex in Shawnee 29 county that is utilized for the hosting of competitions involving motor vehicles, including, but not limited to, automobiles, motorcycles or other 30 31 self-propelled vehicles other than a motorized bicycle or motorized 32 wheelchair. Such project may include racetracks, all facilities directly 33 related and necessary to the operation of a motorsports complex, 34 including, but not limited to, parking lots, grandstands, suites and viewing 35 areas, concessions, souvenir facilities, catering facilities, visitor and retail 36 centers, signage and temporary hospitality facilities, but excluding hotels, 37 motels, restaurants and retail facilities not directly related to or necessary 38 to the operation of such facility.

(oo) "Intermodal transportation area" means an area of not less than
800 acres to be developed primarily to handle the transfer, storage and
distribution of freight through railway and trucking operations.

42 (pp) "Museum facility" means a separate newly-constructed museum43 building and facilities directly related and necessary to the operation

1 thereof, including gift shops and restaurant facilities, but excluding hotels,

2 motels, restaurants and retail facilities not directly related to or necessary 3 to the operation of such facility. The museum facility shall be owned by 4 the state, a city, county, other political subdivision of the state or a non-5 profit corporation, shall be managed by the state, a city, county, other 6 political subdivision of the state or a non-profit corporation and may not 7 be leased to any developer and shall not be located within any retail or 8 commercial building.

9 Sec. 26. From and after July 1, 2015, K.S.A. 12-1775a is hereby 10 amended to read as follows: 12-1775a. (a) Prior to December 31, 1996, the governing body of each city which, pursuant to K.S.A. 12-1771, and 11 12 amendments thereto, has established a redevelopment district prior to July 13 1, 1996, shall certify to the director of accounts and reports the amount 14 equal to the amount of revenue realized from ad valorem taxes imposed 15 pursuant to K.S.A. 72-6431 section 11, and amendments thereto, within such redevelopment district. Prior to February 1, 1997, and annually on 16 17 that date thereafter, the governing body of each such city shall certify to 18 the director of accounts and reports an amount equal to the amount by 19 which revenues realized from such ad valorem taxes imposed in such 20 redevelopment district are estimated to be reduced for the ensuing calendar 21 year due to legislative changes in the statewide school finance formula. 22 Prior to March 1 of each year, the director of accounts and reports shall 23 certify to the state treasurer each amount certified by the governing bodies 24 of cities under this section for the ensuing calendar year and shall transfer 25 from the state general fund to the city tax increment financing revenue 26 fund the aggregate of all amounts so certified. Prior to April 15 of each 27 year, the state treasurer shall pay from the city tax increment financing 28 revenue fund to each city certifying an amount to the director of accounts 29 and reports under this section for the ensuing calendar year the amount so 30 certified.

(b) There is hereby created the tax increment financing revenue replacement fund which shall be administered by the state treasurer. All expenditures from the tax increment financing revenue replacement fund shall be made in accordance with appropriations acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the state treasurer or a person or persons designated by the state treasurer.

Sec. 27. From and after July 1, 2015, K.S.A. 2014 Supp. 12-1776a is hereby amended to read as follows: 12-1776a. (a) As used in this section:

(1) "School district" means any school district in which is located a
redevelopment district for which bonds have been issued pursuant to
K.S.A. 12-1770 et seq., and amendments thereto.

42 (2) "Base year assessed valuation," "redevelopment district" and 43 "redevelopment project" shall have the meanings ascribed thereto by 1 K.S.A. 12-1770a, and amendments thereto.

2 (b) No later than November 1 of each year, the county clerk of each 3 county shall certify to the state board of education the assessed valuation 4 of any school district located within a redevelopment district in such 5 county. For the purposes of this section and for determining the amount of 6 state aid for school districts under K.S.A. 72-6434 and 75-2319, and 7 amendments thereto, the base year assessed valuation of property within 8 the boundaries of a redevelopment district shall be used when determining 9 the assessed valuation of a school district until the bonds issued pursuant 10 to K.S.A. 12-1770 et seq., and amendments thereto, to finance redevelopment projects in the redevelopment district have been retired. 11

Sec. 28. From and after July 1, 2015, K.S.A. 2014 Supp. 72-978 is hereby amended to read as follows: 72-978. (a) Each year, the state board of education shall determine the amount of state aid for the provision of special education and related services each school district shall receive for the ensuing school year. The amount of such state aid shall be computed by the state board as provided in this section. The state board shall:

18 (1) Determine the total amount of general fund and local option19 budgets of all school districts;

20 (2) subtract from the amount determined in paragraph subsection (a) 21 (1) the total amount attributable to assignment of transportation weighting, 22 program weighting, special education weighting and at-risk pupil 23 weighting, as those weightings were calculated under the school district 24 finance and quality performance act, prior to its repeal, to enrollment of 25 all school districts;

26 (3) divide the remainder obtained in paragraph subsection (a)(2) by 27 the total number of full-time equivalent pupils enrolled in all school 28 districts on September 20;

(4) determine the total full-time equivalent enrollment of exceptional
children receiving special education and related services provided by all
school districts;

32 (5) multiply the amount of the quotient obtained in paragraph-33 subsection (a)(3) by the full-time equivalent enrollment determined in 34 paragraph subsection (a)(4);

(6) determine the amount of federal funds received by all school
 districts for the provision of special education and related services;

(7) determine the amount of revenue received by all school districts
rendered under contracts with the state institutions for the provisions of
special education and related services by the state institution;

40 (8) add the amounts determined under paragraphs subsections (a)(6) 41 and (a)(7) to the amount of the product obtained under paragraph-42 subsection (a)(5);

43 (9) determine the total amount of expenditures of all school districts

H Sub for SB 7—Am. by HCW 43

1 for the provision of special education and related services;

2 (10) subtract the amount of the sum obtained under paragraph-3 subsection (a)(8) from the amount determined under paragraph subsection 4 (a)(9); and

5 (11) multiply the remainder obtained under paragraph subsection (a) 6 (10) by 92%.

7 The computed amount is the amount of state aid for the provision of 8 special education and related services aid a school district is entitled to 9 receive for the ensuing school year.

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(b) Each school district shall be entitled to receive:

(1) Reimbursement for actual travel allowances paid to special 11 12 teachers at not to exceed the rate specified under K.S.A. 75-3203, and 13 amendments thereto, for each mile actually traveled during the school year in connection with duties in providing special education or related services 14 15 for exceptional children; such reimbursement shall be computed by the 16 state board by ascertaining the actual travel allowances paid to special 17 teachers by the school district for the school year and shall be in an 18 amount equal to 80% of such actual travel allowances;

(2) reimbursement in an amount equal to 80% of the actual travel
expenses incurred for providing transportation for exceptional children to
special education or related services; such reimbursement shall not be paid
if such child has been counted in determining the transportation weighting
of the district under the provisions of the school district finance andquality performance act;

(3) reimbursement in an amount equal to 80% of the actual expenses
incurred for the maintenance of an exceptional child at some place other
than the residence of such child for the purpose of providing special
education or related services; such reimbursement shall not exceed \$600
per exceptional child per school year; and

30 (4) (A) except for those school districts entitled to receive 31 reimbursement under subsection (c) or (d), after subtracting the amounts of reimbursement under paragraphs subsections (a)(1), (a)(2) and (a)(3) of 32 33 subsection (a) from the total amount appropriated for special education 34 and related services under this act, an amount which bears the same 35 proportion to the remaining amount appropriated as the number of full-36 time equivalent special teachers who are qualified to provide special 37 education or related services to exceptional children and are employed by 38 the school district for approved special education or related services bears 39 to the total number of such qualified full-time equivalent special teachers 40 employed by all school districts for approved special education or related 41 services.

42 (B) Each special teacher who is qualified to assist in the provision of 43 special education or related services to exceptional children shall be 5

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- counted as $\frac{2}{5}$ full-time equivalent special teacher who is qualified to 1 2 provide special education or related services to exceptional children.
- 3 (C) For purposes of this paragraph subsection (b)(4), a special 4 teacher, gualified to assist in the provision of special education and related services to exceptional children, who assists in providing special education 6 and related services to exceptional children at either the state school for 7 the blind or the state school for the deaf and whose services are paid for by a school district pursuant to K.S.A. 76-1006 or 76-1102, and amendments

9 thereto, shall be considered a special teacher of such school district. 10 (c) Each school district which has paid amounts for the provision of special education and related services under an interlocal agreement shall 11 12 be entitled to receive reimbursement under subsection (b)(4). The amount 13 of such reimbursement for the district shall be the amount which bears the same relation to the aggregate amount available for reimbursement for the 14 15 provision of special education and related services under the interlocal 16 agreement, as the amount paid by such district in the current school year 17 for provision of such special education and related services bears to the 18 aggregate of all amounts paid by all school districts in the current school 19 year who have entered into such interlocal agreement for provision of such 20 special education and related services.

21 (d) Each contracting school district which has paid amounts for the 22 provision of special education and related services as a member of a 23 cooperative shall be entitled to receive reimbursement under subsection (b) 24 (4). The amount of such reimbursement for the district shall be the amount 25 which bears the same relation to the aggregate amount available for 26 reimbursement for the provision of special education and related services 27 by the cooperative, as the amount paid by such district in the current 28 school year for provision of such special education and related services 29 bears to the aggregate of all amounts paid by all contracting school 30 districts in the current school year by such cooperative for provision of 31 such special education and related services.

32 (e) No time spent by a special teacher in connection with duties 33 performed under a contract entered into by the Kansas juvenile 34 correctional complex, the Atchison juvenile correctional facility, the 35 Larned juvenile correctional facility, or the Topeka juvenile correctional 36 facility and a school district for the provision of special education services 37 by such state institution shall be counted in making computations under 38 this section.

39 (f) There is hereby established in every school district a fund which 40 shall be called the special education fund, which fund shall consist of all 41 moneys deposited therein or transferred thereto according to law. Notwithstanding any other provision of law, all moneys received by the 42 43 school district from whatever source for special education shall be

H Sub for SB 7—Am. by HCW 45

1 credited to the special education fund established by this section, except

2 that: (1) Amounts of payments received by a school district under K.S.A. 3 72-979, and amendments thereto, and amounts of grants, if any, received 4 by a school district under K.S.A. 72-983, and amendments thereto, shall 5 be deposited in the general fund of the district and transferred to the 6 special education fund; and (2) moneys received by a school district 7 pursuant to lawful agreements made under K.S.A. 72-968, and 8 amendments thereto, shall be credited to the special education fund 9 established under the agreements.

10 (g) The expenses of a school district directly attributable to special 11 education shall be paid from the special education fund and from special 12 funds established under K.S.A. 72-968, and amendments thereto.

(h) Obligations of a school district pursuant to lawful agreements
 made under K.S.A. 72-968, and amendments thereto, shall be paid from
 the special education fund established by this section.

16 Sec. 29. From and after July 1, 2015, K.S.A. 2014 Supp. 72-1046b is 17 hereby amended to read as follows: 72-1046b. (a) As used in this section:

(1) "School district" means a school district organized and operating
under the laws of this state and no part of which is located in Johnson
county, Sedgwick county, Shawnee county or Wyandotte county.

21 (2) "Non-resident pupil" or "pupil" means a pupil who is enrolled and 22 in attendance at a school located in a district in which such pupil is not a 23 resident and who: (A) Lives $2^{1}/_{2}$ or more miles from the attendance center 24 the pupil would attend in the district in which the pupil resides and is not a 25 resident of Johnson county, Sedgwick county, Shawnee county or 26 Wyandotte county; or (B) is a member of the family of a pupil meeting the 27 condition prescribed in subpart (A).

(3) "Member of the family" means a brother or sister of the whole or
half blood or by adoption, a stepbrother or stepsister, and a foster brother
or foster sister.

31 (b) The board of education of any school district may allow any pupil 32 who is not a resident of the district to enroll in and attend school in such 33 district. The board of education of such district may furnish or provide 34 transportation to any non-resident pupil who is enrolled in and attending 35 school in the district pursuant to this section. If the district agrees to 36 furnish or provide transportation to a non-resident pupil, such 37 transportation shall be furnished or provided until the end of the school 38 year. Prior to providing or furnishing transportation to a non-resident 39 pupil, the district shall notify the board of education of the district in 40 which the pupil resides that transportation will be furnished or provided.

41 (c) Pupils attending school in a school district in which the pupil does
42 not reside pursuant to this section shall be counted as regularly enrolled in
43 and attending school in the district where the pupil is enrolled for the

1 purpose of computations, except computation of transportation weighting,

2 under the school district finance and quality performance act under the 3 classroom learning assuring student success act, section 4 et seq., and 4 amendments thereto, and for the purposes of the statutory provisions 5 contained in article 83 of chapter 72 of the Kansas Statutes Annotated, and 6 amendments thereto. Such non-resident pupil shall not be charged for the 7 costs of attendance at school.

8 Sec. 30. From and after July 1, 2015, K.S.A. 2014 Supp. 72-1398 is 9 hereby amended to read as follows: 72-1398. (a) The national board for 10 professional teaching standards certification incentive program is hereby established for the purpose of rewarding teachers who have attained 11 12 certification from the national board. Teachers who have attained 13 certification from the national board shall be issued a master teacher's license by the state board of education. A master teacher's license shall be 14 15 valid for 10 years and renewable thereafter every 10 years through 16 compliance with continuing education and professional development 17 requirements prescribed by the state board. Teachers who have attained 18 certification from the national board and who are employed by a school 19 district shall be paid an incentive bonus in the amount of \$1,000 each 20 school year that the teacher remains employed by a school district and 21 retains a valid master teacher's license.

22 (b) The board of education of each school district employing one or 23 more national board certified teachers shall pay the incentive bonus to 24 each such teacher in each school year that the teacher retains eligibility for 25 such payment. Each board of education which has made payments of 26 incentive bonuses to national board certified teachers under this subsection 27 may file an application with the state board of education for state aid and 28 shall certify to the state board the amount of such payments. The 29 application and certification shall be on a form prescribed and furnished by 30 the state board, shall contain such information as the state board shall 31 require and shall be filed at the time specified by the state board.

32 (c) In each school year, each school district employing one or more 33 national board certified teachers is entitled to receive from appropriations 34 for the national board for professional teaching standards certification 35 incentive program an amount which is equal to the amount certified to the 36 state board of education in accordance with the provisions of subsection 37 (b). The state board shall certify to the director of accounts and reports the 38 amount due each school district. The director of accounts and reports shall 39 draw warrants on the state treasurer payable to the treasurer of each school 40 district entitled to payment under this section upon vouchers approved by 41 the state board.

42 (d) Moneys received by a board of education under this section shall 43 be deposited in the general fund of the school district and shall be 1 considered reimbursements to the district for the purpose of the school

2 district finance and quality performance act classroom learning assuring
 3 student success act, section 4 et seq., and amendments thereto, and may be
 4 expended whether the same have been budgeted or not.

5 (e) The state board of education is authorized to provide scholarships 6 of \$1,100 each to teachers who are accepted to participate in the national 7 board for professional teaching standards program for initial certification. 8 The state board of education is authorized to provide scholarships of \$500 9 each to teachers who are accepted to participate in the national board for 10 professional teaching standards program for renewal of certification. Any teacher who has been accepted to participate in such program may file an 11 12 application with the state board of education for a scholarship. The 13 application shall be on a form prescribed and furnished by the state board, 14 shall contain such information as the state board shall require and shall be 15 filed at the time specified by the state board.

16 (f) As used in this section, the term "school district" means any 17 school district organized and operating under the laws of this state.

18 Sec. 31. From and after July 1, 2015, K.S.A. 72-1414 is hereby 19 amended to read as follows: 72-1414. (a) On or before January 1, 2001, 20 the state board of education shall adopt rules and regulations for the 21 administration of mentor teacher programs and shall:

(1) Establish standards and criteria for evaluating and approving
 mentor teacher programs and applications of school districts for grants;

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(2) evaluate and approve mentor teacher programs;

(3) establish criteria for determination of exemplary teaching ability
 of certificated teachers for qualification as mentor teachers;

(4) prescribe guidelines for the selection by boards of education of
mentor teachers and for the provision by boards of education of training
programs for mentor teachers;

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(5) be responsible for awarding grants to school districts; and

(6) request of and receive from each school district which is awarded
a grant for maintenance of a mentor teacher program reports containing
information with regard to the effectiveness of the program.

34 (b) Subject to the availability of appropriations for mentor teacher 35 programs maintained by school districts, and within the limits of any such 36 appropriations, the state board of education shall determine the amount of 37 grants to be awarded school districts by multiplying an amount not to 38 exceed \$1,000 by the number of mentor teachers participating in the 39 program maintained by a school district. The product is the amount of the 40 grant to be awarded to the district. Upon receipt of a grant of state moneys 41 for maintenance of a mentor teacher program, the amount of the grant shall 42 be deposited in the general fund of the school district. Moneys deposited in 43 the general fund of a school district under this subsection shall be

1 considered reimbursements for the purpose of the school district finance

2 and quality performance act classroom learning assuring student success 3 act, section 4 et seq., and amendments thereto. The full amount of the 4 grant shall be allocated among the mentor teachers employed by the school 5 district so as to provide a mentor teacher with an annual stipend in an 6 amount not to exceed \$1,000. Such annual stipend shall be over and above 7 the regular salary to which the mentor teacher is entitled for the school 8 year.

9 Sec. 32. From and after July 1, 2015, K.S.A. 2014 Supp. 72-1923 is 10 hereby amended to read as follows: 72-1923. (a) Except as provided in K.S.A. 2014 Supp. 72-1925, and amendments thereto, the board of 11 12 education of any school district may apply to the state board for a grant of 13 authority to operate such school district as a public innovative district. The application shall be submitted in the form and manner prescribed by the 14 15 state board, and shall be submitted not later than December 1 of the school 16 year preceding the school year in which the school district intends to 17 operate as a public innovative district.

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(b) The application shall include the following:

19 (1) A description of the educational programs of the public innovative20 district;

(2) a description of the interest and support for partnerships between
the public innovative district, parents and the community;

(3) the specific goals and the measurable pupil outcomes to beobtained by operating as a public innovative district; and

(4) an explanation of how pupil performance in achieving thespecified outcomes will be measured, evaluated and reported.

27 (c) (1) Within 90 days from the date such application is submitted, the 28 state board shall review the application to determine compliance with this 29 section, and shall approve or deny such application on or before the 30 conclusion of such 90-day period. If the application is determined to be in 31 compliance with this section, the state board shall approve such application and grant the school district authority to operate as a public 32 33 innovative district. Notification of such approval shall be sent to the board 34 of education of such school district within 10 days after such decision.

35 (2) If the state board determines such application is not in compliance 36 with either this section, or K.S.A. 2014 Supp. 72-1925, and amendments 37 thereto, the state board shall deny such application. Notification of such 38 denial shall be sent to the board of education of such school district within 39 10 days after such decision and shall specify the reasons therefor. Within 40 30 days from the date such notification is sent, the board of education of such school district may submit a request to the state board for 41 42 reconsideration of the application and may submit an amended application 43 with such request. The state board shall act on the request for

1 reconsideration within 60 days of receipt of such request. (d) A public innovative district shall:

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(1) Not charge tuition for any of the pupils residing within the public 3 4 innovative district;

5 (2) participate in all Kansas math and reading assessments applicable 6 to such public innovative district, or an alternative assessment program for 7 measuring student progress as determined by the board of education;

8 (3) abide by all financial and auditing requirements that are 9 applicable to school districts, except that a public innovative district may 10 use generally accepted accounting principles;

(4) comply with all applicable health, safety and access laws; and

12 (5) comply with all statements set forth in the application submitted 13 pursuant to subsection (a).

(e) (1) Except as otherwise provided in K.S.A. 2014 Supp. 72-1921 14 through 72-1930, and amendments thereto, or as required by the board of 15 16 education of the public innovative district, a public innovative district shall 17 be exempt from all laws and rules and regulations that are applicable to 18 school districts.

19 (2) A public innovative district shall be subject to the special 20 education for exceptional children act, the virtual school act, the school 21 district finance and quality performance act classroom learning assuring 22 student success act, section 4 et seq., and amendments thereto, the 23 provisions of K.S.A. 72-8801 et seq., and amendments thereto, all laws 24 governing the issuance of general obligation bonds by school districts, the 25 provisions of K.S.A. 74-4901 et seq., and amendments thereto, and all 26 laws governing the election of members of the board of education, the 27 open meetings act as provided in K.S.A. 75-4317 et seq., and amendments 28 thereto, and the open records act as provided in K.S.A. 45-215 et seq., and 29 amendments thereto.

30 Sec. 33. From and after July 1, 2015, K.S.A. 2014 Supp. 72-3607 is 31 hereby amended to read as follows: 72-3607. (a) There is hereby 32 established in every school district which has developed and is operating a 33 parent education program for which grants are awarded under this act a 34 fund which shall be called the parent education program fund, which fund 35 shall consist of all moneys deposited therein or transferred thereto 36 according to law. Notwithstanding any other provision of law, all moneys 37 received by the school district from whatever source for a parent education 38 program operated under this act shall be credited to the fund established by 39 this section. Amounts deposited in the parent education program fund shall may be used exclusively for the payment of expenses directly attributable 40 41 to the program or may be transferred to the general fund of the school 42 district as approved by the board of education.

43 (b) Any unencumbered balance of moneys remaining in the parenteducation program fund of a school district on June 30 of the current sehool year, may be expended in the school year that immediately succeeds such date by the school district for general operating expenses of
 the school district as approved by the board of education.

5 Sec. 34. From and after July 1, 2015, K.S.A. 2014 Supp. 72-3711 is 6 hereby amended to read as follows: 72-3711. K.S.A. 2014 Supp. 72-3711 7 through 72-3716 72-3715, and amendments thereto, shall be known and 8 may be cited as the virtual school act.

9 Sec. 35. From and after July 1, 2015, K.S.A. 2014 Supp. 72-3712 is 10 hereby amended to read as follows: 72-3712. As used in the virtual school 11 act:

12 (a) "Virtual school" means any school or educational program that: 13 (1) Is offered for credit; (2) uses distance-learning technologies which predominately use internet-based methods to deliver instruction; (3) 14 15 involves instruction that occurs asynchronously with the teacher and pupil 16 in separate locations; (4) requires the pupil to make academic progress 17 toward the next grade level and matriculation from kindergarten through 18 high school graduation; (5) requires the pupil to demonstrate competence 19 in subject matter for each class or subject in which the pupil is enrolled as 20 part of the virtual school; and (6) requires age-appropriate pupils to 21 complete state assessment tests.

(b) "School district" means any school district which offers a virtualschool.

(c) Except as provided by the virtual school act, words and phrases
 shall have the meanings ascribed thereto in the school district finance and
 quality performance act section 5, and amendments thereto.

Sec. 36. From and after July 1, 2015, K.S.A. 2014 Supp. 72-3715 is hereby amended to read as follows: 72-3715. (a) In order to be included in the full-time equivalent enrollment of a virtual school, a pupil shall be in attendance at the virtual school on: (1) A single school day on or before September 19 of each school year; and (2) on a single school day on or after September 20, but before October 4 of each school year.

(b) A school district which offers a virtual school shall determine the
full-time equivalent enrollment of each pupil enrolled in the virtual school
on September 20 of each school year as follows:

36 (1) Determine the number of hours the pupil was in attendance on a37 single school day on or before September 19 of each school year;

(2) determine the number of hours the pupil was in attendance on a
single school day on or after September 20, but before October 4 of each
school year;

(3) add the numbers obtained under paragraphs (1) and (2);

41

42 (4) divide the sum obtained under paragraph (3) by 12. The quotient43 is the full-time equivalent enrollment of the pupil.

1 (c) The school days on which a district determines the full-time 2 equivalent enrollment of a pupil under paragraphs (1) and (2) of subsection 3 *subsections* (b)(1) and (2) shall be the school days on which the pupil has 4 the highest number of hours of attendance at the virtual school. No more 5 than six hours of attendance may be counted in a single school day. 6 Attendance may be shown by a pupil's on-line activity or entries in the 7 pupil's virtual school journal or log of activities.

8 (d)-(1) Subject to the availability of appropriations for virtual school 9 state aid and within the limits of any such appropriations, each school year 10 a school district which offers a virtual school shall be entitled to receive 11 virtual school state aid.

(2)—The state board of education shall determine the amount of virtual
 school state aid a school district is entitled to receive as follows:

(A) Multiply the full-time equivalent enrollment of the virtual school
 by an amount equal to 105% of the amount of base state aid per pupil;

 (B) multiply the full-time equivalent enrollment of nonproficient atrisk pupils enrolled in an approved at-risk program offered by the virtual school, if any, by an amount equal to 25% of the amount of base state aid per pupil;

20 (C) add any amount determined under K.S.A. 2014 Supp. 72-3716,
 21 and amendments thereto; and

(D) add the amounts obtained under subparagraphs (A) through (C).
 The sum is the amount of the virtual school state aid to which the school district is entitled.

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(3) (1) For school year 2015-2016:

(A) Determine the number of pupils enrolled in virtual school on a
full-time basis, excluding those pupils who are over 18 years of age, and
multiply the total number of such pupils by \$5,000;

(B) determine the full-time equivalent enrollment of pupils enrolled in
virtual school on a part-time basis, excluding those pupils who are over 18
years of age, and multiply the total full-time equivalent enrollment of such
pupils by \$4,045;

(C) for pupils enrolled in a virtual school who are over 18 years of
 age, determine the number of one-hour credit courses such pupils have
 passed and multiply the total number of such courses by \$933; and

(D) add the amounts calculated under subsections (d)(1)(A) and (d)
 (1)(B){through (d)(1)(C)}. The resulting sum is the amount of virtual school state aid the school district shall receive.

39 (2) For school year 2016-2017:

40 (A) Determine the number of pupils enrolled in virtual school on a 41 full-time basis, excluding those pupils who are over 18 years of age, and 42 multiply the total number of such pupils by \$5,600;

43 (B) determine the full-time equivalent enrollment of pupils enrolled in

H Sub for SB 7—Am. by HCW 52

1 virtual school on a part-time basis, excluding those pupils who are over 18

2 years of age, and multiply the total full-time equivalent enrollment of such
3 pupils by \$1,700;

4 (C) for pupils enrolled in a virtual school who are over 18 years of 5 age, determine the number of one-hour credit courses such pupils have 6 passed and multiply the total number of such courses by \$933; and

7 (D) add the amounts calculated under subsections (d)(2)(A) and (d)
 8 (2)(B){through (d)(2)(C)}. The resulting sum is the amount of virtual
 9 school state aid the school district shall receive.

10

(3) For purposes of this subsection:

(A) "Full-time" means attendance in a virtual school for no less than
six hours as determined pursuant to subsection (b).

(B) "Part-time" means attendance in a virtual school for less than six
hours as determined pursuant to subsection (b).

(e) There is hereby established in every school district a fund which 15 shall be called the virtual school fund, which fund shall consist of all 16 17 moneys deposited therein or transferred thereto according to law. Moneys 18 received as virtual school state aid shall be deposited in the general fund of 19 the school district and transferred to the virtual school fund of the district. 20 The expenses of a *school* district directly attributable to virtual schools 21 offered by a school district shall may be paid from the virtual school fund. 22 The cost of an advance placement course provided to a pupil described in 23 subsection (d)(2)(D) by a virtual school shall be paid by the virtual school. 24 Amounts deposited in the virtual school fund may be transferred to the 25 general fund of the school district as approved by the board of education.

Any balance remaining in the virtual school fund at the end of the budget year shall be carried forward into the virtual school fund for succeeding budget years. Such fund shall not be subject to the provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto.

Any unencumbered balance of moneys remaining in the virtual school fund of a school district on June 30 of the current school year, may be expended in the school year that immediately succeeds such date by the school district for general operating expenses of the school district asapproved by the board of education.

In preparing the budget of such school district, the amounts credited to and the amount on hand in the virtual school fund, and the amount expended therefrom shall be included in the annual budget for the information of the residents of the school district. Interest earned on the investment of moneys in any such fund shall be credited to that fund.

40 (e) For the purposes of this section, a pupil enrolled in a virtual
41 sehool who is not a resident of the state of Kansas shall not be counted in
42 the full-time equivalent enrollment of the virtual school.

43 Sec. 37. From and after July 1, 2015, K.S.A. 2014 Supp. 72-5333b is

1 hereby amended to read as follows: 72-5333b. (a) The unified school 2 district maintaining and operating a school on the Fort Leavenworth 3 military reservation, being unified school district No. 207 of Leavenworth 4 county, state of Kansas, shall have a governing body, which shall be 5 known as the "Fort Leavenworth school district board of education" and 6 which shall consist of three members who shall be appointed by, and serve 7 at the pleasure of the commanding general of Fort Leavenworth. One 8 member of the board shall be the president and one member shall be the 9 vice-president. The commanding general, when making any appointment 10 to the board, shall designate which of the offices the member so appointed shall hold. Except as otherwise expressly provided in this section, the 11 12 district board and the officers thereof shall have and may exercise all the 13 powers, duties, authority and jurisdiction imposed or conferred by law on unified school districts and boards of education thereof, except such school 14 15 district shall not offer or operate any of grades 10 through 12.

(b) The board of education of the school district shall not have thepower to issue bonds.

18 (c) Except as otherwise expressly provided in this subsection, the 19 provisions of the school district finance and quality performance act-20 classroom learning assuring student success act, section 4 et seq., and 21 amendments thereto, apply to the school district. As applied to the school 22 district, the terms school financing sources and federal impact aid shall not 23 include any moneys received by the school district under subsection (3)(d) 24 (2)(b) of public law 81-874. Any such moneys received by the school 25 district shall be deposited in the general fund of the school district or, at 26 the discretion of the board of education, in the capital outlay fund of the 27 school district.

Sec. 38. K.S.A. 2014 Supp. 72-6434 is hereby amended to read as follows: 72-6434. (a) In each school year *For school year 2014-2015*, each district that has adopted a local option budget is eligible for entitlement to an amount of supplemental general state aid. Except as provided by K.S.A. 2014 Supp. 72-6434b, and amendments thereto, entitlement of a district to supplemental general state aid shall be determined by the state board as provided in this subsection. The state board shall:

(1) Determine the amount of the assessed valuation per pupil in thepreceding school year of each district in the state;

37 (2) rank the districts from low to high on the basis of the amounts of 38 assessed valuation per pupil determined under *subsection* (a)(1);

39 (3) identify the amount of the assessed valuation per pupil located at 40 the 81.2 percentile of the amounts ranked under *subsection* (a)(2);

41 (4) divide the assessed valuation per pupil of the district in the 42 preceding school year as determined under subsection (a)(1) by the 43 amount identified under subsection (a)(3);

1 (5) (A) subtract the ratio obtained under (4) from 1.0. If the resulting 2 ratio equals or exceeds 1.0, the eligibility of the district for entitlement to supplemental general state aid shall lapse. If the resulting ratio is less than 3 1.0, the district is entitled to receive supplemental general state aid in an 4 5 amount which shall be determined by the state board by multiplying the amount of the local option budget of the district by such ratio. The product 6 7 is the amount of supplemental general state aid the district is entitled to receive for the school year. if the quotient obtained under subsection (a)(4)8 is less than one, subtract the quotient obtained under subsection (a)(4)9 10 from one, and multiply such difference by the amount of the local option budget of the school district; or 11

(B) if the quotient obtained under subsection (a)(4) equals or exceeds
one, the school district shall not be entitled to receive supplemental
general state aid; and

(6) determine the amount of supplemental general state aid for each
school district eligible to receive such state aid as follows:

(A) For those school districts ranked in the lowest quintile of those
school districts eligible to receive supplemental general state aid under
subsection (a)(5), multiply the product calculated under subsection (a)(5)
(A) by 97%;

21 (B) for those school districts ranked in the second lowest quintile of 22 those school districts eligible to receive supplemental general state aid 23 under subsection (a)(5), multiply the product calculated under subsection 24 (a)(5)(A) by 95%;

25 (C) for those school districts ranked in the third lowest quintile of 26 those school districts eligible to receive supplemental general state aid 27 under subsection (a)(5), multiply the product calculated under subsection 28 (a)(5)(A) by 92%;

29 (D) for those school districts ranked in the second highest quintile of 30 those school districts eligible to receive supplemental general state aid 31 under subsection (a)(5), multiply the product calculated under subsection 32 (a)(5)(A) by 82%; and

(E) for those school districts ranked in the highest quintile of those
school districts eligible to receive supplemental general state aid under
subsection (a)(5), multiply the product calculated under subsection (a)(5)
(A) by 72%.

(b) If the amount of appropriations for supplemental general state aid
is less than the amount each district is entitled to receive for the school
year, the state board shall prorate the amount appropriated among the
districts in proportion to the amount each district is entitled to receive.

41 (c) The state board shall prescribe the dates upon which the
42 distribution of payments of supplemental general state aid to school
43 districts shall be due. Payments of supplemental general state aid shall be

distributed to 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 district, and the director of accounts and reports shall draw a warrant on the state treasurer payable to the treasurer of the district. Upon receipt of the warrant, the treasurer of the district shall credit the amount thereof to the supplemental general fund of the district to be used for the purposes of such fund.

8 (d) If any amount of supplemental general state aid that is due to be 9 paid during the month of June of a school year pursuant to the other 10 provisions of this section is not paid on or before June 30 of such school year, then such payment shall be paid on or after the ensuing July 1, as 11 12 soon as moneys are available therefor. Any payment of supplemental 13 general state aid that is due to be paid during the month of June of a school year and that is paid to school districts on or after the ensuing July 1 shall 14 be recorded and accounted for by school districts as a receipt for the 15 16 school year ending on the preceding June 30.

17 (e) (1) Except as provided by paragraph (2), moneys received as 18 supplemental general state aid shall be used to meet the requirements 19 under the school performance accreditation system adopted by the state 20 board, to provide programs and services required by law and to improve 21 student performance.

22 (2) Amounts of supplemental general state aid attributable to any 23 percentage over 25% of state financial aid determined for the current 24 school year may be transferred to the capital improvements fund of the 25 district and the capital outlay fund of the district if such transfers are 26 specified in the resolution authorizing the adoption of a local option 27 budget in excess of 25%.

(f) For the purposes of determining the total amount of state moneys
paid to school districts, all moneys appropriated as supplemental general
state aid shall be deemed to be state moneys for educational and support
services for school districts.

32 {(g) For school year 2014-2015, for those school districts whose 33 total assessed valuation for school year 2015-2016 is less than such 34 district's total assessed valuation for school year 2014-2015, and the 35 difference in total assessed valuation between school year 2014-2015 36 and school year 2015-2016 is an amount that is greater than 25% of 37 the total assessed valuation of such district for school year 2014-2015, 38 and such reduction in total assessed valuation is the direct result of the 39 classification of tangible personal property within such district for property tax purposes pursuant to K.S.A. 2014 Supp. 79-507, and 40 amendments thereto, the assessed valuation per pupil for purposes of 41 42 determining supplemental general state aid shall be based on such 43 school district's total assessed valuation for school year 2015-2016.}

1 Sec. 39. K.S.A. 2014 Supp. 72-6460 is hereby amended to read as 2 follows: 72-6460. (a) For school year 2013-2014 2014-2015, and each 3 school year thereafter, subject to any limitations as provided in this act, 4 any school district may expend the unencumbered balance of the moneys 5 held in the at-risk education fund, as provided in K.S.A. 76-6414a, and 6 amendments thereto, bilingual education fund, as provided in K.S.A. 72-7 9509, and amendments thereto, contingency reserve fund, as provided in 8 K.S.A. 72-6426, and amendments thereto, driver training fund, as provided 9 in K.S.A. 72-6423, and amendments thereto, parent education program 10 fund, as provided in K.S.A. 72-3607, and amendments thereto, preschoolaged at-risk education fund, as provided in K.S.A. 72-6414b, and 11 12 amendments thereto, professional development fund, as provided in 13 K.S.A. 72-9609, and amendments thereto, summer program fund, as provided in K.S.A. 72-8237, and amendments thereto, textbook and 14 15 student materials revolving fund, as provided in K.S.A. 72-8250, and 16 amendments thereto, special education fund, as provided in K.S.A. 72-965 17 and 72-6420, and amendments thereto, virtual school fund, as provided in 18 K.S.A. 72-3715, and amendments thereto, and vocational education fund, 19 as provided in K.S.A. 72-6421, and amendments thereto, to pay for 20 general operating expenses of the district out of the general fund as 21 approved by the board of education of such district.

The board of education of a school district shall consider the use of such funds in the following order of priority:

(1) At-risk education fund, bilingual education fund, contingency
 reserve fund, driver training fund, parent education program fund,
 preschool-aged at-risk education fund, professional development fund,
 summer program fund, virtual school fund and vocational education fund;

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(2) textbook and student materials revolving fund; and(3) special education fund.

29 (3)

The board of education of a school district shall not be limited to the order of priority as listed in this subsection if the board so chooses. The board of education of a school district shall not be required to use the total amount of the unencumbered balance of moneys in a fund before using the unencumbered balance of moneys in another fund.

(b) The amount of money expended by a school district in school year
2013-2014, and each school year thereafter, from the unencumberedbalance of moneys in the funds under subsection (a) of this section shall
not exceed, in the aggregate, an amount determined by the state board of
education. Such amount shall be determined by the state board as follows:

40 (1) Determine the adjusted enrollment of the district, excluding 41 special education and related services weighting, for the current school
 42 year;

43

(2) multiply the adjusted enrollment determined under paragraph (1)

by \$250. The product is the aggregate amount of moneys that may be
 expended by a school district in the current school year from the
 unencumbered balance of moneys in the funds under subsection (a) of this
 section.

5 (c) It is the public policy goal of the state of Kansas that at least 65% 6 of the aggregate of all unencumbered balances authorized to be expended 7 for general operating expenses pursuant to subsection (a) shall be 8 expended in the classroom or for instruction, as provided in K.S.A. 2014 9 Supp. 72-64c01, and amendments thereto.

10 (d) (c) The superintendent appointed by the board of education of 11 each school district under K.S.A. 72-8202b, and amendments thereto, shall 12 report the unencumbered balance of moneys in each fund listed in 13 subsection (a) to the board of education in July of each year at the meeting 14 described in K.S.A. 72-8205, and amendments thereto, and to the state 15 board of education on or before July 15 of such year.

16 Sec. 40. From and after July 1, 2015, K.S.A. 2014 Supp. 72-64b01 is hereby amended to read as follows: 72-64b01. (a) No school district shall 17 expend, use or transfer any moneys from the general fund of the district 18 for the purpose of engaging in or supporting in any manner any litigation 19 20 by the school district or any person, association, corporation or other entity 21 against the state of Kansas, the state board of education, the state 22 department of education, other state agency or any state officer or 23 employee regarding the school district finance and quality performance act 24 or any other any law concerning school finance. No such moneys shall be 25 paid, donated or otherwise provided to any person, association, 26 corporation or other entity and used for the purpose of any such litigation.

(b) Nothing in K.S.A. 72-6433 or this section, and amendmentsthereto, shall be construed as prohibiting the expenditure, use or transfer of
moneys from the supplemental general fund proceeds of any tax levied by *a school district pursuant to section 13, and amendments thereto,* for the
purposes specified in subsection (a).

Sec. 41. From and after July 1, 2015, K.S.A. 2014 Supp. 72-64c03 is 32 33 hereby amended to read as follows: 72-64c03. The appropriation of 34 moneys necessary to pay general state aid and supplemental general state 35 aid under the school district finance and quality performance act-36 classroom learning assuring student success act, section 4 et seq., and 37 amendments thereto, and state aid for the provision of special education 38 and related services under the special education for exceptional children 39 act shall be given first priority in the legislative budgeting process and 40 shall be paid first from existing state revenues.

Sec. 42. From and after July 1, 2015, K.S.A. 2014 Supp. 72-64c05 is
hereby amended to read as follows: 72-64c05. Article 6 of the constitution
of the state of Kansas states that the legislature shall provide for

intellectual, educational, vocational and scientific improvement by 1 2 establishing and maintaining public schools; provide for a state board of 3 education having general supervision of public schools, educational 4 institutions and the educational interests of the state, except those 5 delegated by law to the state board of regents; and make suitable provision 6 for finance of the educational interests of the state. It is the purpose and 7 intention of the legislature to provide a financing system for the education 8 of kindergarten and grades one through 12 which provides students with the capacities set forth in K.S.A. 2014 Supp. 72-1127, and amendments 9 10 thereto. Such financing system shall be sufficiently flexible for the legislature to consider and utilize financing methods from all available 11 12 resources in order to satisfy the constitutional requirements under article 6. 13 Such financing methods shall include, but are not limited to, the following:

(a) Federal funding to unified school districts or public schools,including any grants or federal assistance;

(b) subject to appropriations by the legislature, appropriations of state
moneys for the improvement of public education, including, but not
limited to, the following:

19 (1) Financing to unified school districts through the school district 20 finance and quality performance act pursuant to K.S.A. 72-6405 et seq. 21 *classroom learning assuring student success act, section 4 et seq.*, and 22 amendments thereto;

(2) financing to unified school districts through any provisions which
 provide state aid, such as capital improvements state aid, capital outlay
 state aid and any other state aid paid, distributed or allocated to school
 districts on the basis of the assessed valuation of school districts;

(3) employer contributions to the Kansas public employees retirementsystem for public schools;

(4) appropriations to the Kansas children's cabinet for programs
serving students enrolled in unified school districts in meeting the goal
specified in K.S.A. 2014 Supp. 72-1127, and amendments thereto;

(5) appropriations to any programs which provide early learning to
 four-year-old children with the purpose of preparing them for success in
 public schools;

(6) appropriations to any programs, such as communities in schools,
which provide individualized support to students enrolled in unified school
districts in meeting the goal specified in K.S.A. 2014 Supp. 72-1127, and
amendments thereto;

(7) transportation financing, including any transfers from the state
general fund and state highway fund to the state department of education
to provide technical education transportation, special education
transportation or school bus safety;

43 (8) financing to other facilities providing public education to students,

such as the Kansas state school for the blind, the Kansas state school for
 the deaf, school district juvenile detention facilities and the Flint Hills job
 corps center;

4 (9) appropriations relating to the Kansas academy of mathematics and 5 science;

6 (10) appropriations relating to teaching excellence, such as 7 scholarships, awards, training or in-service workshops;

8 (11) appropriations to the state board of regents to provide technical 9 education incentives to unified school districts and tuition costs to 10 postsecondary institutions which provide career technical education to 11 secondary students; and

(12) appropriations to any postsecondary educational institution
 which provides postsecondary education to a secondary student without
 charging tuition to such student;

(c) any provision which authorizes the levying of local taxes for thepurpose of financing public schools; and

(d) any transfer of funds or appropriations from one object or fund to
another approved by the legislature for the purpose of financing public
schools.

Sec. 43. From and after July 1, 2015, K.S.A. 72-6622 is hereby amended to read as follows: 72-6622. In the event that all of the property acquired by any two cities under the provisions of K.S.A. 3-404 et seq., *and amendments thereto*, is included within the territory of a unified school district in which only one of such cities is located:

(a) One-half of the assessed valuation of such property shall be
assigned to each of the two school districts in which such cities are located
for the purposes of determining the assessed valuation of each district for
(1) entitlement to supplemental general state aid under the school district
finance and quality performance act, and (2) entitlement to payment from
the school district capital improvements fund;

(b) The revenue to be received by each district under subsection (c)
shall be used as a receipt by such district in computing its ad valorem tax
requirement for each tax levy fund; and

(c) Such property shall be subject to taxation for school purposes at a rate equal to the aggregate of all rates imposed for school purposes upon property located within the school district in which such property is located, but one-half of the proceeds derived from such levy shall be allocated to each of the two school districts in which such cities are located.

40 Sec. 44. From and after July 1, 2015, K.S.A. 2014 Supp. 72-6624 is 41 hereby amended to read as follows: 72-6624. (a) As used in this section:

42 (1) "School district" means unified school district No. 404, unified 43 school district No. 493, unified school district No. 499 and unified school 1 district No. 508.

(2) "Property" means any property, and improvements thereon,
comprising a racetrack gaming facility or lottery gaming facility under the
Kansas expanded lottery act located in Cherokee county.

5 (3) "State aid" means general state aid, supplemental general state 6 aid, capital improvements state aid, capital outlay state aid and any other 7 state aid paid, distributed or allocated to school districts under the school 8 district finance and quality performance aet classroom learning assuring 9 student success act, section 4 et seq., and amendments thereto, or other 10 law, and any other state aid paid, distributed or allocated to school districts 11 on the basis of the assessed valuation of school districts.

12 (b) For the purposes of computing the assessed valuation of school 13 districts for the payment, distribution or allocation of state aid and the 14 levying of school taxes, $\frac{1}{4}$ of the assessed valuation of such property shall 15 be assigned to each of the school districts.

(c) The provisions of this section shall not apply if the property is not
 or ceases to be used as a racetrack gaming facility or lottery gaming
 facility under the Kansas expanded lottery act.

Sec. 45. From and after July 1, 2015, K.S.A. 2014 Supp. 72-6625 is
hereby amended to read as follows: 72-6625. (a) As used in this section:

(1) "School district" means unified school district No. 507 andunified school district No. 374.

(2) "Property" means the following described property, and
improvements thereon, comprised of 1,120 acres, more or less, located in
Haskell county: All of Section 34, Township 29 South, Range 33 West and
the West ¹/₂ of Section 3, Township 30 South, Range 33 West and the
Northeast Quarter of Section 3, Township 30 South, Range 33 West.

(3) "State aid" means general state aid, supplemental general state
aid, capital improvements state aid, capital outlay state aid and any other
state aid paid, distributed or allocated to school districts under the school
district finance and quality performance act classroom learning assuring
student success act, section 4 et seq., and amendments thereto, or other
law, and any other state aid paid, distributed or allocated to school districts

(b) For the purposes of computing the assessed valuation of school
districts for the payment, distribution or allocation of state aid and the
levying of school taxes, ¹/₂ of the assessed valuation of such property shall
be assigned to each of the school districts.

39 (c) The provisions of this section shall not apply if the property is not40 or ceases to be used for the production of ethanol.

41 Sec. 46. From and after July 1, 2015, K.S.A. 72-6757 is hereby 42 amended to read as follows: 72-6757. (a) As used in this section:

43 (1) "Receiving school district" means a school district of

1 nonresidence of a pupil who attends school in such school district.

2 (2) "Sending school district" means a school district of residence of a
3 pupil who attends school in a school district not of the pupil's residence.

4 (b) The board of education of any school district may make and enter 5 into contracts with the board of education of any receiving school district 6 located in this state for the purpose of providing for the attendance of 7 pupils at school in the receiving school district.

8 (c) The board of education of any school district may make and enter 9 into contracts with the governing authority of any accredited school 10 district located in another state for the purpose of providing for the 11 attendance of pupils from this state at school in such other state or for the 12 attendance of pupils from such other state at school in this state.

(d) Pupils attending school in a receiving school district in
accordance with a contract authorized by this section and made and
entered into by such receiving school district with a sending school district
located in this state shall be counted as regularly enrolled in and attending
school in the sending school district for the purpose of computations under
the school district finance and quality performance act classroom learning *assuring student success act, section 4 et seq., and amendments thereto.*

(e) Any contract made and entered into under authority of this sectionis subject to the following conditions:

(1) The contract shall be for the benefit of pupils who reside at inconvenient or unreasonable distances from the schools maintained by the sending school district or for pupils who, for any other reason deemed sufficient by the board of education of the sending school district, should attend school in a receiving school district;

(2) the contract shall make provision for the payment of tuition by thesending school district to the receiving school district;

29 (3) if a sending school district is located in this state and the receiving 30 school district is located in another state, the amount of tuition provided to 31 be paid for the attendance of a pupil or pupils at school in the receiving 32 school district shall not exceed $1/_2$ of the amount of the budget per pupil of 33 the sending school district under the school district finance and quality-34 performance act classroom learning assuring student success act, section 35 4 et seq., and amendments thereto, for the current school year; and

36 (4) the contract shall make provision for transportation of pupils to37 and from the school attended on every school day.

(f) Amounts received pursuant to contracts made and entered into
under authority of this section by a school district located in this state for
enrollment and attendance of pupils at school in regular educational
programs shall be deposited in the general fund of the school district.

42 (g) The provisions of subsection (e)(3) do not apply to unified school43 district No. 104, Jewell county.

1 (h) The provisions of this section do not apply to contracts made and 2 entered into under authority of the special education for exceptional 3 children act.

4 (i) The provisions of this section are deemed to be alternative to the 5 provisions of K.S.A. 72-8233, and amendments thereto, and no procedure 6 or authorization under K.S.A. 72-8233, and amendments thereto, shall be 7 limited by the provisions of this section.

8 Sec. 47. From and after July 1, 2015, K.S.A. 2014 Supp. 72-67,115 is 9 hereby amended to read as follows: 72-67,115. (a) The board of education 10 of any school district may:

(1) Offer and teach courses and conduct preschool programs forchildren under the age of eligibility to attend kindergarten.

(2) Enter into cooperative or interlocal agreements with one or more
 other boards for the establishment, operation and maintenance of such
 preschool programs.

(3) Contract with private, nonprofit corporations or associations or
 with any public or private agency or institution, whether located within or
 outside the state, for the establishment, operation and maintenance of such
 preschool programs.

20

(4) Prescribe and collect fees for providing such preschool programs.

21 (b) Fees for providing preschool programs shall be prescribed and 22 collected only to recover the costs incurred as a result of and directly 23 attributable to the establishment, operation and maintenance of the 24 preschool programs. Revenues from fees collected by a board under this 25 section shall be deposited in the general fund of the school district and 26 shall be considered reimbursements to the district for the purpose of the 27 school district finance and quality performance act classroom learning 28 assuring student success act, section 4 et seq., and amendments thereto, 29 and may be expended whether the same have been budgeted or not and 30 amounts so expended shall not be considered operating expenses.

Sec. 48. From and after July 1, 2015, K.S.A. 2014 Supp. 72-7535 is hereby amended to read as follows: 72-7535. (a) In order to equip students with the knowledge and skills needed to become self-supporting and to enable students to make critical decisions regarding personal finances, the state board of education shall authorize and assist in the implementation of programs on teaching personal financial literacy.

(b) The state board of education shall develop a curriculum, materials and guidelines that local boards of education and governing authorities of accredited nonpublic schools may use in implementing the program of instruction on personal financial literacy. The state board of education shall adopt a glossary of personal financial literacy terms which shall be used by school districts when implementing the program on personal financial literacy. 1 (c) The state board of education shall develop state curriculum 2 standards for personal financial literacy, for all grade levels, within the 3 existing mathematics curriculum or another appropriate subject-matter 4 curriculum.

5 (d) The state board of education shall encourage school districts when 6 selecting textbooks for mathematics, economics, family and consumer 7 science, accounting or other appropriate courses, to select those textbooks 8 which contain substantive provisions on personal finance, including 9 personal budgeting, credit, debt management and other topics concerning 10 personal financial literacy.

(e) The state board of education shall include questions relating to 11 personal financial literacy in the statewide assessments for mathematics or 12 social studies required under K.S.A. 72-6439 section 20, and amendments 13 14 thereto. When the statewide assessments for mathematics or social studies are reviewed or rewritten, the state board of education shall examine the 15 16 questions relating to personal financial literacy and rewrite such questions 17 in order to determine if programs on personal financial literacy are 18 equipping students with the knowledge and skills needed to become self-19 supporting and enabling students to make critical decisions regarding 20 personal finances.

21 Sec. 49. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8187 is 22 hereby amended to read as follows: 72-8187. (a) In each school year, to the 23 extent that appropriations are available, each school district which has 24 provided educational services for pupils residing at the Flint Hills job 25 corps center, for pupils housed at a psychiatric residential treatment facility 26 or for pupils confined in a juvenile detention facility is eligible to receive a 27 grant of state moneys in an amount to be determined by the state board of 28 education.

29 (b) In order to be eligible for a grant of state moneys provided for by 30 this section, each school district which has provided educational services 31 for pupils residing at the Flint Hills job corps center, for pupils housed at a 32 psychiatric residential treatment facility or for pupils confined in a juvenile 33 detention facility shall submit to the state board of education an 34 application for a grant and shall certify the amount expended, and not 35 reimbursed or otherwise financed, in the school year for the services 36 provided. The application and certification shall be prepared in such form 37 and manner as the state board shall require and shall be submitted at a time 38 to be determined and specified by the state board. Approval by the state 39 board of applications for grants of state moneys is prerequisite to the 40 award of grants.

41 (c) Each school district which is awarded a grant under this section
42 shall make such periodic and special reports of statistical and financial
43 information to the state board as it may request.

1 (d) All moneys received by a school district under authority of this 2 section shall be deposited in the general fund of the school district and 3 shall be considered reimbursement of the district for the purpose of the 4 school district finance and quality performance act classroom learning assuring student success act, section 4 et seq., and amendments thereto. 5

6 (e) The state board of education shall approve applications of school 7 districts for grants, determine the amount of grants and be responsible for 8 payment of grants to school districts. In determining the amount of a grant 9 which a school district is eligible to receive, the state board shall compute 10 the amount of state financial aid the district would have received on the basis of enrollment of pupils residing at the Flint Hills job corps center, 11 12 housed at a psychiatric residential treatment facility or confined in a 13 juvenile detention facility if such pupils had been counted as two pupils 14 under the school district finance and quality performance act and compare 15 such computed amount to the amount certified by the district under 16 subsection (b). The amount of the grant the district is eligible to receive 17 shall be an amount equal to the lesser of the amount computed under this 18 subsection or the amount certified under subsection (b). If the amount of 19 appropriations for the payment of grants under this section is insufficient 20 to pay in full the amount each school district is determined to be eligible to 21 receive for the school year, the state board shall prorate the amount 22 appropriated among all school districts which are eligible to receive grants 23 of state moneys in proportion to the amount each school district is 24 determined to be eligible to receive.

25 (f) On or before July 1 of each year, the secretary for aging and disability services shall submit to the Kansas department of education a list 26 27 of facilities which have been certified and licensed as psychiatric 28 residential treatment facilities.

29

As used in this section: (g)

30 "Enrollment" means the number of pupils who are: (A) Residing (1)31 at the Flint Hills job corps center, confined in a juvenile detention facility 32 or residing at a psychiatric residential treatment facility; and (B) for whom 33 a school district is providing educational services on September 20, on 34 November 20, or on April 20 of a school year, whichever is the greatest 35 number of pupils:

36 (2) "juvenile detention facility" means any public or private facility 37 which is used for the lawful custody of accused or adjudicated juvenile 38 offenders and which shall not be a jail; and

39 "psychiatric residential treatment facility" means a facility which (3) provides psychiatric services to individuals under the age of 21 and which 40 41 conforms with the regulations of the centers for medicare/medicaid services, is licensed and certified by the Kansas department for aging and 42 43 disability services pursuant to subsection (f).

Sec. 50. From and after July 1, 2015, K.S.A. 72-8190 is hereby 1 2 amended to read as follows: 72-8190. (a) For the purpose of determination 3 of supplemental general state aid under K.S.A. 72-6434, and amendments 4 thereto, and payments from the school district capital improvements fund 5 under K.S.A. 75-2319, and amendments thereto, notwithstanding any 6 provision of either such statutory section to the contrary, the term assessed 7 valuation per pupil, as applied to unified school district No. 203, 8 Wyandotte county, shall not include within its meaning the assessed 9 valuation of property which is owned by Sunflower Racing, Inc. and 10 operated as a racetrack facility known as the Woodlands. The meaning of assessed valuation per pupil as provided in this subsection, for the 11 12 purposes specified in this subsection, and as applied to the unified school 13 district designated in this subsection, shall be in force and effect for the 14 1994-95 and 1995-96 school years.

15 (b) (1) In the event unified school district No. 203, Wyandotte county, 16 receives in any school year the proceeds from any taxes which may be 17 paid upon the Woodlands for the 1994-95 school year or the 1995-96 18 school year or for both such school years, the state board of education 19 shall deduct an amount equal to the amount of such tax proceeds from 12 future payments of state aid to which the district is entitled.

(2) For the purposes of this subsection, the term "state aid" means
 supplemental general state aid and payments from the school district
 capital improvements fund.

24 Sec. 51. From and after July 1, 2015, K.S.A. 72-8230 is hereby 25 amended to read as follows: 72-8230. (a) In the event the boards of education of any two or more school districts enter into a school district 26 27 interlocal cooperation agreement for the purpose of jointly and 28 cooperatively performing any of the services, duties, functions, activities, 29 obligations or responsibilities which are authorized or required by law to 30 be performed by school districts of this state, the following conditions 31 shall apply:

32 (1) A school district interlocal cooperation agreement shall establish a 33 board of directors which shall be responsible for administering the joint or 34 cooperative undertaking. The agreement shall specify the organization and 35 composition of and manner of appointment to the board of directors. Only 36 members of boards of education of school districts party to the agreement 37 shall be eligible for membership on the board of directors. The terms of 38 office of members of the board of directors shall expire concurrently with 39 their terms as board of education members. Vacancies in the membership 40 of the board of directors shall be filled within 30 days from the date of the 41 vacancy in the manner specified in the agreement.

42 (2) A school district interlocal cooperation agreement may provide 43 for the establishment and composition of an executive board. The members of the executive board, if established, shall be selected by the
board of directors from its membership. The executive board shall exercise
the powers, have the responsibilities, and perform the duties and functions
of the board of directors to the extent authority to do so is delegated by the
board of directors.

6 (3) A school district interlocal cooperation agreement shall be 7 effective only after approval by the state board of education.

8 (4) A school district interlocal cooperation agreement shall be subject9 to change or termination by the legislature.

10 (5) The duration of a school district interlocal cooperation agreement 11 for joint or cooperative action in performing any of the services, duties, 12 functions, activities, obligations or responsibilities, other than the 13 provision of special education services, which are authorized or required 14 by law to be performed by school districts of this state, shall be for a term 15 of at least three years but not exceeding five years.

16 (6) (A) The duration of a school district interlocal cooperation 17 agreement for joint or cooperative action in providing special education 18 services shall be perpetual unless the agreement is partially or completely 19 terminated in accordance with this provision. This provision applies to 20 every school district interlocal cooperation agreement for the provision of 21 special education services entered into under authority of this section after 22 the effective date of this act and to every such agreement entered into 23 under this section prior to the effective date of this act, and extant on the 24 effective date of this act, regardless of any provisions in such an agreement 25 to the contrary.

26 (B) Partial termination of a school district interlocal cooperation 27 agreement for the provision of special education services made and 28 entered into by the boards of three or more school districts may be 29 accomplished only upon petition for withdrawal from the agreement by a 30 contracting school district to the other contracting school districts and 31 approval by the state board of written consent to the petition by such other 32 school districts or upon order of the state board after appeal to it by a 33 school district from denial of consent to a petition for withdrawal and 34 hearing thereon conducted by the state board. The state board shall 35 consider all the testimony and evidence brought forth at the hearing and 36 issue an order approving or disapproving withdrawal by the school district 37 from the agreement.

38 (C) Complete termination of a school district interlocal cooperation 39 agreement for the provision of special education services made and 40 entered into by the boards of two school districts may be accomplished 41 upon approval by the state board of a joint petition made to the state board 42 for termination of the agreement by both of the contracting school districts 43 after adoption of a resolution to that effect by each of the contracting 1 school districts or upon petition for withdrawal from the agreement made 2 by a contracting school district to the other contracting school district and 3 approval by the state board of written consent to the petition by such other 4 school district or upon order of the state board after appeal to it by a school 5 district from denial of consent to a petition for withdrawal and hearing 6 thereon conducted by the state board. The state board shall consider all the 7 testimony and evidence brought forth at the hearing and issue an order 8 approving or disapproving withdrawal by the school district from the 9 agreement.

10 (D) Complete termination of a school district interlocal cooperation agreement for the provision of special education services made and 11 12 entered into by the boards of three or more school districts may be 13 accomplished only upon approval by the state board of a joint petition made to the state board for termination of the agreement by not less than 14 15 $\frac{2}{3}$ of the contracting school districts after adoption of a resolution to that 16 effect by each of the contracting school districts seeking termination of the 17 agreement. The state board shall consider the petition and approve or 18 disapprove termination of the agreement.

19 (E) The state board shall take such action in approving or disapproving the complete or partial termination of a school district 20 21 interlocal cooperation agreement for the provision of special education 22 services as the state board deems to be in the best interests of the involved 23 school districts and of the state as a whole in the provision of special 24 education services for exceptional children. Whenever the state board has 25 disapproved the complete or partial termination of such an agreement, no 26 further action with respect to such agreement shall be considered or taken 27 by the state board for a period of not less than three years.

(7) A school district interlocal cooperation agreement shall specify
 the method or methods to be employed for disposing of property upon
 partial or complete termination.

(8) Within the limitations provided by law, a school district interlocal
 cooperation agreement may be changed or modified by affirmative vote of
 not less than ²/₃ of the contracting school districts.

34 (b) Except as otherwise specifically provided in this subsection, any 35 power or powers, privileges or authority exercised or capable of exercise 36 by any school district of this state, or by any board of education thereof, 37 may be jointly exercised pursuant to the provisions of a school district 38 interlocal cooperation agreement. No power or powers, privileges or 39 authority with respect to the levy and collection of taxes, the issuance of 40 bonds, or the purposes and provisions of the school district finance and quality performance act classroom learning assuring student success act, 41 section 4 et seq., and amendments thereto, or title I of public law 874 shall 42 43 be created or effectuated for joint exercise pursuant to the provisions of a 1 school district interlocal cooperation agreement.

2 (c) Payments from the general fund of each school district which 3 enters into any school district interlocal cooperation agreement for the 4 purpose of financing the joint or cooperative undertaking provided for by the agreement shall be operating expenses. 5

6 (d) Upon partial termination of a school district interlocal cooperation 7 agreement, the board of directors established under a renegotiated 8 agreement thereof shall be the successor in every respect to the board of 9 directors established under the former agreement.

10 (e) Nothing contained in this section shall be construed to abrogate, interfere with, impair, qualify or affect in any manner the exercise and 11 12 enjoyment of all of the powers, privileges and authority conferred upon 13 school districts and boards of education thereof by the provisions of the interlocal cooperation act, except that boards of education and school 14 districts are required to comply with the provisions of this section when 15 16 entering into an interlocal cooperation agreement that meets the definition 17 of school district interlocal cooperation agreement.

18

(f) As used in this section:

19 (1) "School district interlocal cooperation agreement" means an 20 agreement which is entered into by the boards of education of two or more 21 school districts pursuant to the provisions of the interlocal cooperation act. 22

"State board" means the state board of education. (2)

23 Sec. 52. From and after July 1, 2015, K.S.A. 72-8233 is hereby 24 amended to read as follows: 72-8233. (a) In accordance with the 25 provisions of this section, the boards of education of any two or more 26 unified school districts may make and enter into agreements providing for 27 the attendance of pupils residing in one school district at school in 28 kindergarten or any of the grades one through 12 maintained by any such other school district. The boards of education may also provide by 29 30 agreement for the combination of enrollments for kindergarten or one or 31 more grades, courses or units of instruction.

32 (b) Prior to entering into any agreement under authority of this 33 section, the board of education shall adopt a resolution declaring that it has 34 made a determination that such an agreement should be made and that the 35 making and entering into of such an agreement would be in the best 36 interests of the educational system of the school district. Any such 37 agreement is subject to the following conditions:

38 (1) The agreement may be for any term not exceeding a term of five 39 years.

40 (2) The agreement shall be subject to change or termination by the 41 legislature.

42 (3) Within the limitations provided by law, the agreement may be 43 changed or terminated by mutual agreement of the participating boards of 1 education.

(4) The agreement shall make provision for transportation of pupils to
and from the school attended on every school day, for payment or sharing
of the costs and expenses of pupil attendance at school, and for the
authority and responsibility of the participating boards of education.

6 (c) Provision by agreements entered into under authority of this 7 section for the attendance of pupils at school in a school district of 8 nonresidence of such pupils shall be deemed to be compliance with the 9 kindergarten, grade, course and units of instruction requirements of law.

10 (d) The board of education of any school district which enters into an agreement under authority of this section for the attendance of pupils at 11 12 school in another school district may discontinue kindergarten or any or all 13 of the grades, courses and units of instruction specified in the agreement 14 for attendance of pupils enrolled in kindergarten or any such grades, 15 courses and units of instruction at school in such other school district. 16 Upon discontinuing kindergarten or any grade, course or unit of instruction 17 under authority of this subsection, the board of education may close any 18 school building or buildings operated or used for attendance by pupils 19 enrolled in such discontinued kindergarten, grades, courses or units of 20 instruction. The closing of any school building under authority of this 21 subsection shall require a majority vote of the members of the board of 22 education and shall require no other procedure or approval.

(e) Pupils attending school in a school district of nonresidence of
 such pupils in accordance with an agreement made and entered into under
 authority of this section shall be counted as regularly enrolled in and
 attending school in the school district of residence of such pupils for the
 purpose of computations under the school district finance and quality performance act classroom learning assuring student success act, section
 4 et seq., and amendments thereto.

(f) Pupils who satisfactorily complete grade 12 while in attendance at
school in a school district of nonresidence of such pupils in accordance
with the provisions of an agreement entered into under authority of this
section shall be certified as having graduated from the school district of
residence of such pupils unless otherwise provided for by the agreement.

Sec. 53. From and after July 1, 2015, K.S.A. 72-8236 is hereby 35 36 amended to read as follows: 72-8236. (a) The board of education of any 37 school district may: (1) Establish, operate and maintain a child care 38 facility; (2) enter into cooperative or interlocal agreements with one or 39 more other boards for the establishment, operation and maintenance of a 40 child care facility; (3) contract with private, nonprofit corporations or associations or with any public or private agency or institution, whether 41 located within or outside the state, for the establishment, operation and 42 43 maintenance of a child care facility; and (4) prescribe and collect fees for

1 providing care at a child care facility.

2 (b) Fees for providing care at a child care facility established under 3 authority of this section shall be prescribed and collected only to recover 4 the costs incurred as a result of and directly attributable to the 5 establishment, operation and maintenance of the child care facility. 6 Revenues from fees collected by a board under this section shall be 7 deposited in the general fund of the school district and shall be considered 8 reimbursements to the district for the purpose of the school district finance 9 and quality performance act classroom learning assuring student success 10 act, section 4 et seq., and amendments thereto, and may be expended whether the same have been budgeted or not and amounts so expended 11 12 shall not be considered operating expenses.

(c) Every school district which establishes, operates and maintains a
 child care facility shall be subject to the provisions contained in article 5 of
 chapter 65 of Kansas Statutes Annotated, *and amendments thereto*.

(d) As used in this section, the term "child" means any child who is
three years of age or older, and any infant or toddler whose parent or
parents are pupils or employees of a school district which establishes,
operates and maintains, or cooperates in the establishment, operation and
maintenance of, a child care facility under authority of this act.

21 Sec. 54. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8237 is 22 hereby amended to read as follows: 72-8237. (a) The board of education of 23 any school district may: (1) Establish, operate and maintain a summer 24 program for pupils; (2) enter into cooperative or interlocal agreements 25 with one or more other boards of education for the establishment, operation and maintenance of a summer program for pupils; and (3) 26 27 prescribe and collect fees for providing a summer program for pupils or 28 provide such program without charge.

(b) Fees for providing a summer program for pupils shall be
prescribed and collected only to recover the costs incurred as a result of
and directly attributable to the establishment, operation and maintenance
of the program.

(c) No school district may collect fees for providing a summer
program for pupils required to attend such a program in accordance with
the provisions of law, rules and regulations of the state board of education,
policy of the board of education, or an individualized education plan
developed for an exceptional child.

(d) There is hereby established in every district which establishes,
operates and maintains a summer program a fund which shall be called the
summer program fund, which fund shall consist of all moneys deposited
therein or transferred thereto according to law. All moneys received by a
district from fees collected under this section or from any other source for
summer programs shall be credited to the summer program fund. The-

H Sub for SB 7—Am. by HCW 71

1 expenses of a district directly attributable to summer programs shall be-

2 paid from the summer program fund Amounts deposited in the summer 3 program fund may be used for the payment of expenses directly 4 attributable to the program or may be transferred to the general fund of 5 the school district as approved by the board of education.

6 Any unencumbered balance of moneys remaining in the summer-7 program fund of a school district on June 30 of the current school year, 8 may be expended in the school year that immediately succeeds such date 9 by the school district for general operating expenses of the school district 10 as approved by the board of education.

11 (e) As used in this section, the term "summer program" means a 12 program which is established by the board of education of a school district 13 and operated during the summer months for the purpose of giving remedial 14 instruction to pupils or for the purpose of conducting special projects and 15 activities designed to enrich and enhance the educational experience of 16 pupils, or for both such purposes.

17 Sec. 55. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8249 is 18 hereby amended to read as follows: 72-8249. (a) There is hereby 19 established in every school district a special reserve fund. Moneys in such 20 fund shall be used to:

(1) Pay claims, judgments, expenses and other purposes relating to
 health care services, disability income benefits and group life insurance
 benefits as authorized by K.S.A. 72-8415a, and amendments thereto;

24

(2) pay costs relating to uninsured losses; and

(3) pay the cost of workers compensation insurance and workers
 compensation claims, awards, expenses and other purposes authorized by
 the workers compensation act.

28 Moneys in such fund may be transferred to the general fund of the 29 school district as approved by the board of education.

30 (b) Any balance remaining in the special reserve fund at the end of 31 the budget year shall be carried forward into that reserve fund for 32 succeeding budget years. Such fund shall not be subject to the provisions 33 of K.S.A. 79-2925 through 79-2937, and amendments thereto. In preparing 34 the budget of such school district, the amounts credited to and the amount 35 on hand in the special reserve fund, and the amount expended therefrom 36 shall be included in the annual budget for the information of the residents 37 of the school district. Interest earned on the investment of moneys in any 38 such fund shall be credited to that fund

Sec. 56. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8250 is
hereby amended to read as follows: 72-8250. (a) There is hereby
established in every school district a textbook and student materials
revolving fund. Moneys in such fund shall be used to:

43 (1) Purchase any items designated in K.S.A. 72-5389, and

1 amendments thereto;

2 (2) pay the cost of materials or other items used in curricular, 3 extracurricular or other school-related activities; and

4 (3) purchase textbooks as authorized by K.S.A. 72-4141, and 5 amendments thereto.

6 Moneys in such fund may be transferred to the general fund of the 7 school district as approved by the board of education.

8 (b) Any balance remaining in the textbook and student materials 9 revolving fund at the end of the budget year shall be carried forward into 10 that fund for succeeding budget years. Such fund shall not be subject to the provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto. 11 12 In preparing the budget of such school district, the amounts credited to and 13 the amount on hand in the textbook and student materials revolving fund, and the amount expended therefrom shall be included in the annual budget 14 15 for the information of the residents of the school district. Interest earned on 16 the investment of moneys in any such fund shall be credited to that fund.

17 Any unencumbered balance of moneys remaining in the textbook and 18 student materials revolving fund of a school district on June 30 of the 19 current school year, may be expended in the school year that immediately 20 succeeds such date by the school district for general operating expenses of 21 the school district as approved by the board of education in an amount not 22 to exceed $\frac{1}{3}$ of the unencumbered balance of the school district's textbook 23 and student materials revolving fund.

Sec. 57. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8251 is hereby amended to read as follows: 72-8251. Whenever a school district is required by law to make any payment during the month of June and there is insufficient revenue to make such payment as a result of the payment of state aid after the date prescribed by the state board of education pursuant to K.S.A. 72-6417 or 72-6434 *section* 7, and amendments thereto, the school district shall make such payment as soon as moneys are available.

Sec. 58. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8302 is hereby amended to read as follows: 72-8302. (a) The board of education of a school district may provide or furnish transportation for pupils who are enrolled in the school district to or from any school of the school district or to or from any school of another school district attended by such pupils in accordance with the provisions of an agreement entered into under authority of K.S.A. 72-8233, and amendments thereto.

(b) (1) When any or all of the conditions specified in this provision exist, the board of education of a school district shall provide or furnish transportation for pupils who reside in the school district and who attend any school of the school district or who attend any school of another school district in accordance with the provisions of an agreement entered into under authority of K.S.A. 72-8233, and amendments thereto. The 1 conditions which apply to the requirements of this provision are as 2 follows:

3 (A) The residence of the pupil is inside or outside the corporate limits 4 of a city, the school building attended is outside the corporate limits of a 5 city and the school building attended is more than $2^{1}/_{2}$ miles by the usually 6 traveled road from the residence of the pupil; or

7 (B) the residence of the pupil is outside the corporate limits of a city, 8 the school building attended is inside the corporate limits of a city and the 9 school building attended is more than $2^{1}/_{2}$ miles by the usually traveled 10 road from the residence of the pupil; or

11 (C) the residence of the pupil is inside the corporate limits of one city, 12 the school building attended is inside the corporate limits of a different city 13 and the school building attended is more than $2^{1}/_{2}$ miles by the usually 14 traveled road from the residence of the pupil.

15 (2) The provisions of this subsection are subject to the provisions of 16 subsections (c) and (d).

17 (c) The board of education of every school district is authorized to 18 adopt rules and regulations to govern the conduct, control and discipline of 19 all pupils while being transported in school buses. The board may suspend 20 or revoke the transportation privilege or entitlement of any pupil who 21 violates any rules and regulations adopted by the board under authority of 22 this subsection.

23 (d) The board of education of every school district may suspend or 24 revoke the transportation privilege or entitlement of any pupil who is 25 detained at school at the conclusion of the school day for violation of any 26 rules and regulations governing pupil conduct or for disobedience of an 27 order of a teacher or other school authority. Suspension or revocation of 28 the transportation privilege or entitlement of any pupil specified in this 29 subsection shall be limited to the school day or days on which the pupil is 30 detained at school. The provisions of this subsection do not apply to any 31 pupil who has been determined to be an exceptional child, except gifted 32 children, under the provisions of the special education for exceptional 33 children act

(e) (1) Subject to the limitations specified in this subsection, the
board of education of any school district may prescribe and collect fees to
offset, totally or in part, the costs incurred for the provision or furnishing
of transportation for pupils. The limitations which apply to the
authorization granted by this subsection are as follows:

(A) Fees for the provision or furnishing of transportation for pupils
shall be prescribed and collected only to recover the costs incurred as a
result of and directly attributable to the provision or furnishing of
transportation for pupils and only to the extent that such costs are not
reimbursed from any other source provided by law;

1 (B) fees for the provision or furnishing of transportation may not be 2 assessed against or collected from any pupil who is counted in determining 3 the transportation weighting of the school district under the provisions of 4 the school district finance and quality performance act or any pupil who is 5 determined to be a child with disabilities under the provisions of the 6 special education for exceptional children act or any pupil who is eligible 7 for free or reduced price meals under the national school lunch act or any 8 pupil who is entitled to transportation under the provisions of subsection 9 (a) of K.S.A. 72-8306(a), and amendments thereto, and who resides $2^{1}/_{2}$ 10 miles or more by the regular route of a school bus from the school 11 attended:

12 (C) fees for the provision or furnishing of transportation for pupils in 13 accordance with the provisions of an agreement entered into under 14 authority of K.S.A. 72-8233 or 72-8307, and amendments thereto, shall be 15 controlled by the provisions of the agreement.

16 (2) All moneys received by a school district from fees collected underthis subsection shall be deposited in the general fund of the district.

Sec. 59. From and after July 1, 2015, K.S.A. 72-8309 is hereby 18 19 amended to read as follows: 72-8309. (a) The board of education of a 20 school district shall not furnish or provide transportation for pupils or 21 students who reside in another school district except in accordance with 22 the written consent of the board of education of the school district in which 23 such pupil or student resides, or in accordance with an order issued by a 24 board of education under the provisions of K.S.A. 72-1046b, and 25 amendments thereto, or in accordance with the provisions of an agreement entered into under authority of K.S.A. 72-8233, and amendments thereto. 26

(b) A school district may transport a nonresident pupil or student if
such pupil or student boards the school bus within the boundaries or on the
boundary of the transporting school district. To the extent that the
provisions of this subsection conflict with the provisions of subsection (a),
the provisions of subsection (a) shall control.

(c) No pupil or student who is furnished or provided transportation by
 a school district which is not the school district in which the pupil or
 student resides shall be counted in the computation of the school district's
 transportation weighting under article 64 of chapter 72 of Kansas Statutes
 Annotated.

Sec. 60. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8316 is
hereby amended to read as follows: 72-8316. (a) Any board of education,
pursuant to a policy developed and adopted by it, may provide for the use
of district-owned or leased school buses when such buses are not being
used for regularly required school purposes. The policy may provide for:

42 (1) (A) Transporting parents and other adults to or from school-43 related functions or activities; (B) transporting pupils to or from functions 1 or activities sponsored by organizations, the membership of which is 2 principally composed of children of school age;; and (C) transporting 3 persons engaged in field trips in connection with their participation in an 4 adult education program maintained by the transporting school district or 5 by any other school district, within or outside the boundaries of the 6 transporting school district; and

7 (2) contracting with: (A) The governing body of any township, city or 8 county for transportation of individuals, groups or organizations; (B) the governing authority of any nonpublic school for transportation of pupils 9 10 attending such nonpublic school to or from interschool or intraschool functions or activities; (C) the board of trustees of any community college 11 12 for transportation of students enrolled in such community college to or 13 from attendance at class at the community college or to and from functions or activities of the community college;; (D) a public recreation 14 commission established and operated under the laws of this state, for any 15 16 purposes related to the operation of the recreation commission and all 17 programs and services thereof; (E) the board of education of any other 18 school district for transportation, on a cooperative and shared-cost basis, of 19 pupils, school personnel, parents and other adults to or from school-related 20 functions or activities; or (F) a four-year college or university, area 21 vocational school or area vocational-technical school for transportation of 22 students to or from attendance at class at the four-year college or 23 university, area vocational school or area vocational-technical school or for 24 transportation of students, alumni and other members of the public to or 25 from functions or activities of the four-year college or university, area vocational school or area vocational-technical school. 26

(b) The costs related to the use of school buses under authority of this
section shall not be considered in determining the transportation weighting
of a school district under article 64 of chapter 72 of Kansas StatutesAnnotated.

(e) Transportation fees may be charged by the board to offset, totally
 or in part, the costs incurred for the use of school buses under authority of
 this section.

34 (d) (c) Any revenues received by a board of education as 35 transportation fees or under any contract entered into pursuant to this section shall be deposited in the general fund of the school district and 36 37 shall be considered reimbursements to the school district for the purpose of 38 the school district finance and quality performance act classroom learning 39 assuring student success act, section 4 et seq., and amendments thereto. 40 Such revenues may be expended whether the same have been budgeted or 41 not.

42 (e) (d) The provisions of subsection (c) of K.S.A. 8-1556(c), and 43 amendments thereto, apply to the use of school buses under authority of 1 this section.

2 Sec. 61. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8415b is 3 hereby amended to read as follows: 72-8415b. (a) Any school district that 4 elects to become a self-insurer under the provisions of K.S.A. 72-8414, 5 and amendments thereto, may transfer moneys from its general fund to the 6 special reserve fund of the district as provided by K.S.A. 72-6428 section 7 *19*, and amendments thereto.

8 (b) Any community college that elects to become a self-insurer under 9 the provisions of K.S.A. 72-8414, and amendments thereto, may transfer 10 such amounts from its general fund to the health care services reserve fund 11 or the disability income benefits reserve fund, or the group life benefit 12 reserve fund, or all three, as may be deemed necessary to meet the cost of 13 health care services or disability income benefits, or group life insurance 14 claims, whichever is applicable.

15 Sec. 62. From and after July 1, 2015, K.S.A. 2014 Supp. 72-8804 is hereby amended to read as follows: 72-8804. (a) Any moneys in the capital 16 17 outlay fund of any school district and any moneys received from issuance of bonds under K.S.A. 72-8805 or 72-8810, and amendments thereto, may 18 19 be used for the purpose of the acquisition, construction, reconstruction, 20 repair, remodeling, additions to, furnishing, maintaining and equipping of 21 school district property and equipment necessary for school district 22 purposes, including: (1) Acquisition of computer software; (2) acquisition 23 of performance uniforms; (3) housing and boarding pupils enrolled in an 24 area vocational school operated under the board of education; (4) 25 architectural expenses; (5) acquisition of building sites; (6) undertaking 26 and maintenance of asbestos control projects; (7) acquisition of school 27 buses; and (8) acquisition of other fixed assets, and, for school years 28 2015-2016 and 2016-2017, subject to the provisions of section 19, and 29 amendments thereto, may be transferred to the general fund of the school 30 district as approved by the board of education.

31 (b) The board of education of any school district is hereby authorized 32 to invest any portion of the capital outlay fund of the school district which 33 is not currently needed in investments authorized by K.S.A. 12-1675, and 34 amendments thereto, in the manner prescribed therein, or may invest the 35 same in direct obligations of the United States government maturing or 36 redeemable at par and accrued interest within three years from date of 37 purchase, the principal and interest whereof is guaranteed by the 38 government of the United States. All interest received on any such 39 investment shall upon receipt thereof be credited to the capital outlay fund.

40 Sec. 63. K.S.A. 2014 Supp. 72-8814, as amended by section 54 of 41 2015 House Substitute for Senate Bill No. 4, is hereby amended to read as 42 follows: 72-8814. (a) There is hereby established in the state treasury the 43 school district capital outlay state aid fund. Such fund shall consist of all 1 amounts transferred thereto under the provisions of subsection (c).

2 (b) In each school year For school year 2014-2015, each school 3 district which levies a tax pursuant to K.S.A. 72-8801 et seq., and 4 amendments thereto, shall be entitled to receive payment from the school 5 district capital outlay state aid fund in an amount determined by the state 6 board of education as provided in this subsection. The state board of 7 education shall:

8 (1) Determine the amount of the assessed valuation per pupil (AVPP) 9 of each school district in the state and round such amount to the nearest 10 \$1,000. The rounded amount is the AVPP of a school district for the 11 purposes of this section;

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

(3) prepare a schedule of dollar amounts using the amount of the 13 median AVPP of all school districts the school district with the lowest 14 AVPP of all school districts as the point of beginning. The schedule of 15 16 dollar amounts shall range upward in equal \$1,000 intervals from the point 17 of beginning to and including an amount that is equal to the amount of the 18 AVPP of the school district with the highest AVPP of all school districts and shall range downward in equal \$1,000 intervals from the point of 19 20 beginning to and including an amount that is equal to the amount of the 21 AVPP of the school district with the lowest AVPP of all school districts:

22 (4) (3) determine a state aid percentage factor for each school district 23 by assigning a state aid computation percentage to the amount of the 24 median lowest AVPP shown on the schedule, and decreasing the state aid 25 computation percentage assigned to the amount of the median lowest AVPP by one percentage point for each \$1,000 interval above the amount 26 27 of the median lowest AVPP, and increasing the state aid computation-28 percentage assigned to the amount of the median AVPP by one percentage 29 point for each \$1,000 interval below the amount of the median AVPP. 30 Except as provided by K.S.A. 2014 Supp. 72-8814b, and amendments 31 thereto, the state aid percentage factor of a school district is the percentage 32 assigned to the schedule amount that is equal to the amount of the AVPP of 33 the school district, except that the state aid percentage factor of a school 34 district shall not exceed 100%. The state aid computation percentage is 35 25% 75%;

36 (5) (4) determine the amount levied by each school district pursuant
 37 to K.S.A. 72-8801 et seq., and amendments thereto; *and*

43 (c) The state board shall certify to the director of accounts and reports

the entitlements of school districts determined under the provisions of subsection (b), and except as provided further, 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 schooldistricts.

- 6
- (d) During the fiscal year ending June 30, 2015:

7 (1) On February 20, 2015, the director of accounts and reports shall 8 transfer \$25,300,000 from the state general fund to the school district 9 capital outlay state aid fund. The state board of education shall distribute 10 such moneys to pay the proportionate share of the entitlements to each 11 school district as determined under the provisions of subsection (b); and

12 (2) On June 20, 2015, the director of accounts and reports shall 13 transfer the remaining amount of moneys to which the school districts are entitled to receive from the state general fund to the school district capital 14 outlay state aid fund pursuant to the provisions of subsection (b). Such 15 transferred amount shall not exceed <u>\$2,002,500</u>{\$2,202,500}. The state 16 17 board of education shall distribute such moneys to pay the remainingproportionate share of the entitlement to each school district as determined 18 19 under the provisions of subsection (b).

20 (e) (d) Payments from the school district capital outlay state aid fund 21 shall be distributed to school districts at times determined by the state 22 board of education. The state board of education shall certify to the 23 director of accounts and reports the amount due each school district 24 entitled to payment from the fund, and the director of accounts and reports 25 shall draw a warrant on the state treasurer payable to the treasurer of the 26 school district. Upon receipt of the warrant, the treasurer of the school 27 district shall credit the amount thereof to the capital outlay fund of the 28 school district to be used for the purposes of such fund.

(f) (e) Amounts transferred to the capital outlay fund of a school
 district as authorized by K.S.A. 72-6433, and amendments thereto, shall
 not be included in the computation when determining the amount of state
 aid to which a district is entitled to receive under this section.

33 {(f) For school year 2014-2015, for those school districts whose 34 total assessed valuation for school year 2015-2016 is less than such 35 district's total assessed valuation for school year 2014-2015, and the 36 difference in total assessed valuation between school year 2014-2015 37 and school year 2015-2016 is an amount that is greater than 25% of 38 the total assessed valuation of such district for school year 2014-2015, 39 and such reduction in total assessed valuation is the direct result of the 40 classification of tangible personal property within such district for property tax purposes pursuant to K.S.A. 2014 Supp. 79-507, and 41 amendments thereto, the assessed valuation per pupil for purposes of 42 43 determining capital outlay state aid shall be based on such school

1 district's total assessed valuation for school year 2015-2016.}

2 Sec. 64. From and after July 1, 2015, K.S.A. 72-8908 is hereby 3 amended to read as follows: 72-8908. As used in this act:

4 5

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(a) "Juvenile" means a person who is less than 18 years of age;

(b) "adult" means a person who is 18 years of age or older;

6 (c) "felony" means any crime designated a felony by the laws of 7 Kansas or the United States;

8 (d) "misdemeanor" means any crime designated a misdemeanor by
9 the laws of Kansas or the United States;

(e) "school day" means any day on which school is maintained;

(f) "school year" has the meaning ascribed thereto in K.S.A. 72-6408
 section 5, and amendments thereto;

(g) "counsel" means any person a pupil selects to represent and
 advise the pupil at all proceedings conducted pursuant to the provisions of
 this act; and

16 (h) "principal witness" means any witness whose testimony is of 17 major importance in support of the charges upon which a proposed 18 suspension or expulsion from school is based, or in determination of 19 material questions of fact.

20 Sec. 65. From and after July 1, 2015, K.S.A. 2014 Supp. 72-9509 is 21 hereby amended to read as follows: 72-9509. (a) There is hereby 22 established in every school district a fund which shall be called the 23 bilingual education fund, which fund shall consist of all moneys deposited 24 therein or transferred thereto according to law. The expenses of a district 25 directly attributable to such bilingual education programs shall be paid from the bilingual education fund Amounts deposited in the bilingual 26 education fund may be used for the payment of expenses directly 27 28 attributable to bilingual education or may {be} transferred to the general 29 fund of the school district as approved by the board of education.

(b) Any balance remaining in the bilingual education fund at the end 30 31 of the budget year shall be carried forward into the bilingual education 32 fund for succeeding budget years. Such fund shall not be subject to the 33 provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto. 34 In preparing the budget of such school district, the amounts credited to and 35 the amount on hand in the bilingual education fund, and the amount 36 expended therefrom shall be included in the annual budget for the 37 information of the residents of the school district. Interest earned on the 38 investment of moneys in any such fund shall be credited to that fund.

Any unencumbered balance of moneys remaining in the bilingualeducation fund of a school district on June 30 of the current school year, may be expended in the school year that immediately succeeds such date by the school district for general operating expenses of the school district as approved by the board of education.

Each year the board of education of each school district shall 1 (c) prepare and submit to the state board a report on the bilingual education 2 3 program and assistance provided by the district. Such report shall include 4 information specifying the number of pupils who were served or provided 5 assistance, the type of service provided, the research upon which the 6 district relied in determining that a need for service or assistance existed, 7 the results of providing such service or assistance and any other 8 information required by the state board.

9 Sec. 66. From and after July 1, 2015, K.S.A. 2014 Supp. 72-9609 is hereby amended to read as follows: 72-9609. There is hereby established 10 in every school district a fund which shall be called the professional 11 12 development fund, which fund shall consist of all moneys deposited 13 therein or transferred thereto according to law. All moneys received by the school district from whatever source for professional development 14 programs established under this act shall be credited to the fund 15 16 established by this section. The expenses of a school district directly-17 attributable to professional development programs shall be paid from the 18 professional development fund Amounts deposited in the professional 19 development fund may be used for the payment of expenses directly 20 attributable to professional development or may {be} transferred to the 21 general fund of the school district as approved by the board of education.

Any unencumbered balance of moneys remaining in the professional development fund of a school district on June 30 of the current school year, may be expended in the school year that immediately succeeds such date by the school district for general operating expenses of the schooldistrict as approved by the board of education.

27 Sec. 67. From and after July 1, 2015, K.S.A. 2014 Supp. 72-99a02 is 28 hereby amended to read as follows: 72-99a02. As used in the tax credit for 29 low income students scholarship program act:

(a) "Contributions" means monetary gifts or donations and in-kindcontributions, gifts or donations that have an established market value.

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(b) "Department" means the Kansas department of revenue.

(c) "Educational scholarship" means an amount not to exceed \$8,000
provided to eligible students to cover all or a portion of the costs of tuition,
fees and expenses of a qualified school and, if applicable, the costs of
transportation to a qualified school if provided by such qualified school.

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(d) "Eligible student" means a child who:

(1) (A) Qualifies as an at-risk pupil as defined in K.S.A. 72-6407, and amendments thereto prior to its repeal, and who is attending a school that would qualify as either a title I focus school or a title I priority school as described by the state board under the elementary and secondary education act flexibility waiver as amended in January 2013; or (B) has received an educational scholarship under this program and has not graduated from 1 high school or reached 21 years of age;

2

(2) resides in Kansas while receiving an educational scholarship; and

3 (3) (A) was enrolled in any public school in the previous school year 4 in which an educational scholarship is first sought for the child; or (B) is 5 eligible to be enrolled in any public school in the school year in which an 6 educational scholarship is first sought for the child and the child is under 7 the age of six years.

8 (e) "Parent" includes a guardian, custodian or other person with 9 authority to act on behalf of the child.

(f) "Program" means the tax credit for low income students
scholarship program established in K.S.A. 2014 Supp. 72-99a01 through
72-99a07, and amendments thereto.

(g) "Public school" means a school that would qualify as either a title
I focus school or a title I priority school as described by the state board
under the elementary and secondary education act flexibility waiver as
amended in January 2013 and is operated by a school district.

17 (h) "Qualified school" means any nonpublic school that provides 18 education to elementary and *or* secondary students, has notified the state 19 board of its intention to participate in the program and complies with the 20 requirements of the program.

(i) "Scholarship granting organization" means an organization that
 complies with the requirements of this program and provides educational
 scholarships to students attending qualified schools of their parents'
 choice.

(j) "School district" or "district" means any unified school district
 organized and operating under the laws of this state.

(k) "School year" shall have the meaning ascribed thereto in K.S.A.
 72-6408 section 5, and amendments thereto.

29 30 (l) "Secretary" means the secretary of revenue.(m) "State board" means the state board of education.

31 From and after July 1, 2015, K.S.A. 2014 Supp. 74-32,141 is Sec. 68. 32 hereby amended to read as follows: 74-32,141. (a) On July 1, 1999, the 33 technical colleges, area vocational schools and area vocational-technical 34 schools established and existing under the laws of this state shall be and 35 hereby are transferred from the supervision of the state board of education 36 to supervision and coordination by the state board of regents. The technical 37 colleges, area vocational schools and area vocational-technical schools 38 shall continue to be operated, managed and controlled by governing boards 39 as provided for in article 44 of chapter 72 of Kansas Statutes Annotated, 40 and amendments thereto. The state board of regents shall exercise such 41 supervision and coordination of the operation, management and control of 42 technical colleges, area vocational schools and area vocational-technical 43 schools as may be prescribed by law.

1 (b) On July 1, 1999, all of the powers, duties, functions, records and 2 property of the state board of education relating to operations of technical 3 colleges, area vocational schools and area vocational-technical schools 4 shall be and are hereby transferred to and conferred and imposed upon the 5 state board of regents.

6 (c) On and after July 1, 1999, the state board of regents shall be the 7 successor in every way to the powers, duties and functions of the state 8 board of education relating to operations of technical colleges, area 9 vocational schools and area vocational-technical schools in which the same were vested prior to July 1, 1999. Every act performed by the state 10 board of regents shall be deemed to have the same force and effect as if 11 12 performed by the state board of education in which such functions were 13 vested prior to July 1, 1999.

(d) On and after July 1, 1999, whenever the state board of education,
or words of like effect, is referred to or designated by a statute, contract or
other document relating to operations of technical colleges, area vocational
schools or area vocational-technical schools, such reference or designation
shall be deemed to apply to the state board of regents established.

(e) All rules and regulations, and all orders and directives of the state
board of education relating to operations of technical colleges, area
vocational schools and area vocational-technical schools which are in
existence on July 1, 1999, shall continue to be effective and shall be
deemed to be the duly adopted rules and regulations or orders and
directives of the state board of regents until revised, amended, revoked or
nullified pursuant to law.

(f) The unexpended balance of any appropriation for and any funds
available to the state board of education for purposes relating to operations
of technical colleges, area vocational schools and area vocational-technical
schools shall be transferred to the state board of regents on July 1, 1999.

(g) On and after July 1, 1999, all books, records and papers of the
governing boards of technical colleges, area vocational schools and area
vocational-technical schools shall be open and available, at all reasonable
times, to the state board of regents and its designated officers, employees
and agents.

35 (h) Except as otherwise specifically provided in this act, the transfer 36 of supervision of the technical colleges, area vocational schools and area 37 vocational-technical schools from the state board of education to 38 supervision and coordination by the state board of regents shall not be 39 construed in any manner so as to change or affect the operation, 40 management and control of any technical college, area vocational school 41 or area vocational-technical school or to change or affect any existing 42 power, duty or function of the governing board of any technical college, 43 area vocational school or area vocational-technical school with respect to

1 such operation, management and control.

2 (i) For the purposes of the school district finance and quality-3 performance act, the term approved "career technical" education program 4 means in the case of career technical education programs offered and-5 provided in the area vocational schools, the area vocational-technical-6 schools, and the technical colleges, approved by the state board of regents; 7 and in the case of career technical education programs offered and-8 provided in the high schools of a school district, approved by the state-9 board of education.

Sec. 69. From and after July 1, 2015, K.S.A. 2014 Supp. 74-4939a is 10 hereby amended to read as follows: 74-4939a. On and after the effective 11 12 date of this act for each fiscal year commencing with fiscal year 2005, notwithstanding the provisions of K.S.A. 74-4939, and amendments 13 thereto or any other statute, all moneys appropriated for the department of 14 education from the state general fund commencing with fiscal year 2005, 15 16 and each ensuing fiscal year thereafter, by appropriation act of the legislature, in the KPERS - employer contributions account and all 17 18 moneys appropriated for the department of education from the state 19 general fund or any special revenue fund for each fiscal year commencing 20 with fiscal year 2005, and each ensuing fiscal year thereafter, by any such 21 appropriation act in that account or any other account for payment of 22 employer contributions for school districts, shall be distributed by the 23 department of education to school districts in accordance with this section. 24 Notwithstanding the provisions of K.S.A. 74-4939, and amendments 25 thereto, the department of education shall disburse to each school district that is an eligible employer as specified in subsection (1) of K.S.A. 74-26 27 4931(1), and amendments thereto, an amount eertified by the board of 28 trustees of the Kansas public employees retirement system which is equal to the participating employer's obligation of such school district to the-29 30 system in accordance with policies and procedures which are hereby-31 authorized and directed to be adopted by the department of education for 32 the purposes of this section and in accordance with any requirements-33 prescribed by the board of trustees of the Kansas public employees-34 retirement system in accordance with section 6(a)(6), and amendments 35 thereto, which shall be disbursed pursuant to section 6, and amendments thereto. Upon receipt of each such disbursement of moneys, the school 36 37 district shall deposit the entire amount thereof into a special retirement 38 contributions fund of the school district, which shall be established by the 39 school district in accordance with such policies and procedures and which 40 shall be used for the sole purpose of receiving such disbursements from the department of education and making the remittances to the system in 41 accordance with this section and such policies and procedures. Upon 42 43 receipt of each such disbursement of moneys from the department of

education, the school district shall remit, in accordance with the provisions 1 2 of such policies and procedures and in the manner and on the date or dates 3 prescribed by the board of trustees of the Kansas public employees 4 retirement system, an equal amount to the Kansas public employees 5 retirement system from the special retirement contributions fund of the 6 school district to satisfy such school district's obligation as a participating 7 employer. Notwithstanding the provisions of K.S.A. 74-4939, and 8 amendments thereto, each school district that is an eligible employer as 9 specified in subsection (1) of K.S.A. 74-4931(1), and amendments thereto, 10 shall show within the budget of such school district all amounts received from disbursements into the special retirement contributions fund of such 11 12 school district. Notwithstanding the provisions of any other statute, no 13 official action of the school board of such school district shall be required 14 to approve a remittance to the system in accordance with this section and such policies and procedures. All remittances of moneys to the system by a 15 16 school district in accordance with this subsection and such policies and 17 procedures shall be deemed to be expenditures of the school district.

18 Sec. 70. From and after July 1, 2015, K.S.A. 2014 Supp. 74-8925 is hereby amended to read as follows: 74-8925. (a) For the purposes of this 19 act, the term "taxing subdivision" shall include the county, the city, the 20 21 unified school district and any other taxing subdivision levying real 22 property taxes, the territory or jurisdiction of which includes any currently 23 existing or subsequently created redevelopment district. The term "real 24 property taxes" includes all taxes levied on an ad valorem basis upon land 25 and improvements thereon, other than the property tax levied pursuant to 26 the provisions of K.S.A. 72-6431 section 11, and amendments thereto, or 27 any other property tax levied by or on behalf of a school district.

28 (b) All tangible taxable property located within a redevelopment 29 district shall be assessed and taxed for ad valorem tax purposes pursuant to 30 law in the same manner that such property would be assessed and taxed if 31 located outside such district, and all ad valorem taxes levied on such 32 property shall be paid to and collected by the county treasurer in the same 33 manner as other taxes are paid and collected. Except as otherwise provided 34 in this section, the county treasurer shall distribute such taxes as may be 35 collected in the same manner as if such property were located outside a 36 redevelopment district. Each redevelopment district established under the 37 provisions of this act shall constitute a separate taxing unit for the purpose 38 of the computation and levy of taxes.

(c) Beginning with the first payment of taxes which are levied following the date of approval of any redevelopment district established pursuant to K.S.A. 74-8921, and amendments thereto, real property taxes received by the county treasurer resulting from taxes which are levied subject to the provisions of this act by and for the benefit of a taxing subdivision, as herein defined, on property located within such
 redevelopment district constituting a separate taxing unit under the
 provisions of this section, shall be divided as follows:

4 (1) From the taxes levied each year subject to the provisions of this 5 act by or for each of the taxing subdivisions upon property located within a 6 redevelopment district constituting a separate taxing unit under the 7 provisions of this act, the county treasurer first shall allocate and pay to 8 each such taxing subdivision all of the real property taxes collected which 9 are produced from that portion of the current assessed valuation of such 10 real property located within such separate taxing unit which is equal to the total assessed value of such real property on the date of the establishment 11 12 of the redevelopment district.

13 (2) Any real property taxes produced from that portion of the current 14 assessed valuation of real property within the redevelopment district constituting a separate taxing unit under the provisions of this section in 15 16 excess of an amount equal to the total assessed value of such real property 17 on the effective date of the establishment of the district shall be allocated 18 and paid by the county treasurer according to specified percentages of the 19 tax increment expressly agreed upon and consented to by the governing 20 bodies of the county and school district in which the redevelopment 21 district is located. The amount of the real property taxes allocated and 22 payable to the authority under the agreement shall be paid by the county 23 treasurer to the treasurer of the state. The remaining amount of the real 24 property taxes not payable to the authority shall be allocated and paid in 25 the same manner as other ad valorem taxes. Any real property taxes paid to 26 the state treasurer under this section shall be deposited in the 27 redevelopment bond finance fund of the authority which is created 28 pursuant to K.S.A. 74-8927, and amendments thereto, to pay the costs of 29 any approved redevelopment project, including the payment of principal of 30 and interest on any bonds issued by the authority to finance, in whole or in 31 part, such project. When such bonds and interest thereon have been paid, 32 all moneys thereafter received from real property taxes within such 33 redevelopment district shall be allocated and paid to the respective taxing 34 subdivisions in the same manner as are other ad valorem taxes. If such 35 bonds and interest thereon have been paid before the completion of a 36 project, the authority may continue to use such moneys for any purpose 37 authorized by the redevelopment agreement until such time as the project 38 costs are paid or reimbursed, but for a period not to exceed the final 39 scheduled maturity of the bonds.

40 (d) In any redevelopment plan or in the proceedings for the issuing of 41 any bonds by the authority to finance a project, the property tax increment 42 portion of taxes provided for in paragraph (2) of subsection (c)(2) may be 43 irrevocably pledged for the payment of the principal of and interest on such bonds. The authority may adopt a redevelopment plan in which only
 a specified percentage of the tax increment realized from taxpayers in the
 redevelopment district is pledged to the payment of costs.

4 Sec. 71. From and after July 1, 2015, K.S.A. 2014 Supp. 74-99b43 is 5 hereby amended to read as follows: 74-99b43. (a) The Kansas 6 development finance authority is hereby authorized to issue special 7 obligation bonds pursuant to K.S.A. 74-8901 et seq., and amendments 8 thereto, in one or more series to finance the undertaking of any bioscience 9 development project in accordance with the provisions of this act. No 10 special obligation bonds may be issued pursuant to this section unless the Kansas development finance authority has received a resolution of the 11 12 board of the authority requesting the issuance of such bonds. Such special 13 obligation bonds shall be made payable, both as to principal and interest from one or more of the following, as directed by the authority: 14

15 (1) From ad valorem tax increments allocated to, and paid into the 16 bioscience development bond fund for the payment of the project costs of 17 a bioscience development project under the provisions of this section;

18 (2) from any private sources, contributions or other financial19 assistance from the state or federal government;

(3) from a pledge of a portion or all of the revenue received from
transient guest, sales and use taxes collected pursuant to K.S.A. 12-1696 et
seq., 79-3601 et seq., 79-3701 et seq. and 12-187 et seq., and amendments
thereto, and which are collected from taxpayers doing business within that
portion of the bioscience development district and paid into the bioscience
development bond fund;

(4) from a pledge of a portion or all increased revenue received by
any city from franchise fees collected from utilities and other businesses
using public right-of-way within the bioscience development district; or

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(5) by any combination of these methods.

30 (b) All tangible taxable property located within a bioscience 31 development district shall be assessed and taxed for ad valorem tax 32 purposes pursuant to law in the same manner that such property would be 33 assessed and taxed if located outside such district, and all ad valorem taxes 34 levied on such property shall be paid to and collected by the county 35 treasurer in the same manner as other taxes are paid and collected. Except 36 as otherwise provided in this section, the county treasurer shall distribute 37 such taxes as may be collected in the same manner as if such property 38 were located outside a bioscience development district. Each bioscience 39 development district established under the provisions of this act shall 40 constitute a separate taxing unit for the purpose of the computation and 41 levy of taxes.

42 (c) Beginning with the first payment of taxes which are levied 43 following the date of the establishment of the bioscience development 1 district real property taxes received by the county treasurer resulting from

2 taxes which are levied subject to the provisions of this act by and for the 3 benefit of a taxing subdivision, as defined in K.S.A. 2014 Supp. 12-1770a, 4 and amendments thereto, on property located within such bioscience 5 development district constituting a separate taxing unit under the 6 provisions of this section, shall be divided as follows:

7 (1) From the taxes levied each year subject to the provisions of this 8 act by or for each of the taxing subdivisions upon property located within a 9 bioscience development district constituting a separate taxing unit under 10 the provisions of this act, the county treasurer first shall allocate and pay to 11 each such taxing subdivision all of the real property taxes collected which 12 are produced from the base year assessed valuation.

13 (2) Any real property taxes, except for property taxes levied for schools pursuant to K.S.A. 72-6431 section 11, and amendments thereto. 14 produced from that portion of the current assessed valuation of real 15 16 property within the bioscience development district constituting a separate 17 taxing unit under the provisions of this section in excess of the base year 18 assessed valuation shall be allocated and paid by the county treasurer to 19 the bioscience development bond fund to pay the bioscience development 20 project costs including the payment of principal and interest on any special 21 obligation bonds to finance, in whole or in part, such bioscience 22 development projects.

(d) The authority may pledge the bioscience development bond fund
 or other available revenue to the repayment of such special obligation
 bonds prior to, simultaneously with, or subsequent to the issuance of such
 special obligation bonds.

(e) Any bonds issued under the provisions of this act and the interest
paid thereon, unless specifically declared to be taxable in the authorizing
resolution of the Kansas development finance authority, shall be exempt
from all state, county and municipal taxes, and the exemption shall include
income, estate and property taxes.

Sec. 72. From and after July 1, 2015, K.S.A. 2014 Supp. 75-2319 is hereby amended to read as follows: 75-2319. (a) There is hereby established in the state treasury the school district capital improvements fund. The fund shall consist of all amounts transferred thereto under the provisions of subsection (c).

(b) Subject to the provisions of subsection (f), in each school year,
each school district which is obligated to make payments from its capital
improvements fund shall be entitled to receive payment from the school
district capital improvements fund in an amount determined by the state
board of education as provided in this subsection. The state board of
education shall:

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(1) For general obligation bonds approved for issuance at an

1 election held prior to July 1, 2015, the state board of education shall:

2 (A) Determine the amount of the assessed valuation per pupil (AVPP) 3 of each school district in the state and round such amount to the nearest 4 \$1,000. The rounded amount is the AVPP of a school district for the 5 purposes of this section subsection (b)(1);

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

7 prepare a schedule of dollar amounts using the amount of the (3) (C) 8 median AVPP of all school districts as the point of beginning. The 9 schedule of dollar amounts shall range upward in equal \$1,000 intervals 10 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 11 12 school districts and shall range downward in equal \$1,000 intervals from 13 the point of beginning to and including an amount that is equal to the 14 amount of the AVPP of the school district with the lowest AVPP of all 15 school districts:

16 (4) (D) determine a state aid percentage factor for each school district 17 by assigning a state aid computation percentage to the amount of the 18 median AVPP shown on the schedule, decreasing the state aid computation 19 percentage assigned to the amount of the median AVPP by one percentage 20 point for each \$1,000 interval above the amount of the median AVPP, and 21 increasing the state aid computation percentage assigned to the amount of 22 the median AVPP by one percentage point for each \$1,000 interval below 23 the amount of the median AVPP. Except as provided by K.S.A. 2014 Supp. 24 75-2319c, and amendments thereto, the state aid percentage factor of a 25 school district is the percentage assigned to the schedule amount that is equal to the amount of the AVPP of the school district. The state aid 26 27 percentage factor of a school district shall not exceed 100%. The state aid 28 computation percentage is 5% for contractual bond obligations incurred by a school district prior to the effective date of this act, and 25% for-29 30 contractual bond obligations incurred by a school district on or after the 31 effective date of this act;

32 (5) (E) determine the amount of payments in the aggregate that a 33 school district is obligated to make from its bond and interest fund and, of 34 such amount, compute the amount attributable to contractual bond 35 obligations incurred by the school district prior to the effective date of this 36 act and the amount attributable to contractual bond obligations incurred by 37 the school district on or after the effective date of this act July 1, 2015; 38 and

39 (6) (F) multiply each of the amounts computed the amount 40 determined under (5) subsection (b)(1)(E) by the applicable state aid 41 percentage factor; and

42 (7) add the products obtained under (6). The amount of the sum is the
 43 amount of payment the school district is entitled to receive from the school

1 district capital improvements fund in the school year.

2 (2) For general obligation bonds approved for issuance at an 3 election held on or after July 1, 2015, but prior to July 1, 2017, the state 4 board of education shall:

5 (A) Determine the amount of the AVPP of each school district in the 6 state and round such amount to the nearest \$1,000. The rounded amount is 7 the AVPP of a school district for the purposes of this subsection (b)(2);

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

14 (C) determine a state aid percentage factor for each school district by assigning a state aid computation percentage to the amount of the 15 lowest AVPP shown on the schedule and decreasing the state aid 16 17 computation percentage assigned to the amount of the lowest AVPP by one 18 percentage point for each \$1,000 interval above the amount of the lowest 19 AVPP. Except as provided by K.S.A. 2014 Supp. 75-2319c, and 20 amendments thereto, the state aid percentage factor of a school district is 21 the percentage assigned to the schedule amount that is equal to the 22 amount of the AVPP of the school district. The state aid computation 23 percentage is 75%:

24 (D) determine the amount of payments that a school district is 25 obligated to make from its bond and interest fund attributable to 26 contractual bond obligations incurred by the school district on or after 27 July 1, 2015; and

28 (E) multiply the amount determined under subsection (b)(2)(D) by 29 the applicable state aid percentage factor.

30 (3) The sum of the amount determined under subsection (b)(1)(F) and 31 the amount determined under subsection (b)(2)(E) is the amount of 32 payment the school district is entitled to receive from the school district 33 capital improvements fund in the school year.

34 (c) The state board of education shall certify to the director of 35 accounts and reports the entitlements of school districts determined under 36 the provisions of subsection (b), and an amount equal thereto shall be 37 transferred by the director from the state general fund to the school district 38 capital improvements fund for distribution to school districts. All transfers 39 made in accordance with the provisions of this subsection shall be 40 considered to be demand transfers from the state general fund, except that all such transfers during the fiscal years ending June 30, 2013, June 30, 41 42 2014, June 30, 2015, and June 30, 2016, shall be considered to be revenue 43 transfers from the state general fund.

1 (d) Payments from the school district capital improvements fund shall 2 be distributed to school districts at times determined by the state board of 3 education to be necessary to assist school districts in making scheduled 4 payments pursuant to contractual bond obligations. The state board of 5 education shall certify to the director of accounts and reports the amount 6 due each school district entitled to payment from the fund, and the director 7 of accounts and reports shall draw a warrant on the state treasurer payable 8 to the treasurer of the school district. Upon receipt of the warrant, the 9 treasurer of the school district shall credit the amount thereof to the bond 10 and interest fund of the school district to be used for the purposes of such 11 fund

12 (e) The provisions of this section apply only to contractual 13 obligations incurred by school districts pursuant to general obligation 14 bonds issued upon approval of a majority of the qualified electors of the 15 school district voting at an election upon the question of the issuance of 16 such bonds.

(f) Amounts transferred to the capital improvements fund of a school
 district as authorized by K.S.A. 72-6433, and amendments thereto, shall
 not be included in the computation when determining the amount of state
 aid to which a district is entitled to receive under this section.

Sec. 73. From and after July 1, 2015, K.S.A. 2014 Supp. 79-201x is hereby amended to read as follows: 79-201x. For taxable years 2013 2015 and 2014 2016, the following described property, to the extent herein specified, shall be and is hereby exempt from the property tax levied pursuant to the provisions of K.S.A. 72-6431 section 11, and amendments thereto: Property used for residential purposes to the extent of \$20,000 of its appraised valuation.

Sec. 74. From and after July 1, 2015, K.S.A. 2014 Supp. 79-213 is hereby amended to read as follows: 79-213. (a) Any property owner requesting an exemption from the payment of ad valorem property taxes assessed, or to be assessed, against their property shall be required to file an initial request for exemption, on forms approved by the state court*board* of tax appeals and provided by the county appraiser.

(b) The initial exemption request shall identify the property for which
the exemption is requested and state, in detail, the legal and factual basis
for the exemption claimed.

(c) The request for exemption shall be filed with the county appraiserof the county where such property is principally located.

(d) After a review of the exemption request, and after a preliminary
examination of the facts as alleged, the county appraiser shall recommend
that the exemption request either be granted or denied, and, if necessary,
that a hearing be held. If a denial is recommended, a statement of the
controlling facts and law relied upon shall be included on the form.

1 (e) The county appraiser, after making such written recommendation, 2 shall file the request for exemption and the recommendations of the county 3 appraiser with the state court board of tax appeals. With regard to a request 4 for exemption from property tax pursuant to the provisions of K.S.A. 79-5 201g and 82a-409, and amendments thereto, not filed with the court board 6 of tax appeals by the county appraiser on or before the effective date of 7 this act, if the county appraiser recommends the exemption request be 8 granted, the exemption shall be provided in the amount recommended by 9 the county appraiser and the county appraiser shall not file the request for 10 exemption and recommendations of the county appraiser with the state court board of tax appeals. The county clerk or county assessor shall 11 12 annually make such adjustment in the taxes levied against the real property 13 as the owner may be entitled to receive under the provisions of K.S.A. 79-14 201g, and amendments thereto, as recommended by the county appraiser, 15 beginning with the first period, following the date of issue of the certificate 16 of completion on which taxes are regularly levied, and during the years 17 which the landowner is entitled to such adjustment.

(f) Upon receipt of the request for exemption, the court board shall
docket the same and notify the applicant and the county appraiser of such
fact.

21 (g) After examination of the request for exemption and the county 22 appraiser's recommendation related thereto, the court board may fix a time 23 and place for hearing, and shall notify the applicant and the county 24 appraiser of the time and place so fixed. A request for exemption pursuant 25 to: (1) Section 13 of article 11 of the constitution of the state of Kansas; or (2) K.S.A. 79-201a Second, and amendments thereto, for property 26 27 constructed or purchased, in whole or in part, with the proceeds of revenue 28 bonds under the authority of K.S.A. 12-1740 to 12-1749, inclusive, and amendments thereto, prepared in accordance with instructions and 29 30 assistance which shall be provided by the department of commerce, shall 31 be deemed approved unless scheduled for hearing within 30 days after the 32 date of receipt of all required information and data relating to the request 33 for exemption, and such hearing shall be conducted within 90 days after 34 such date. Such time periods shall be determined without regard to any 35 extension or continuance allowed to either party to such request. In any 36 case where a party to such request for exemption requests a hearing 37 thereon, the same shall be granted. Hearings shall be conducted in 38 accordance with the provisions of the Kansas administrative procedure act. 39 In all instances where the court board sets a request for exemption for 40 hearing, the county shall be represented by its county attorney or county 41 counselor.

42 (h) Except as otherwise provided by subsection (g), in the event of a 43 hearing, the same shall be originally set not later than 90 days after the 1 filing of the request for exemption with the court *board*.

2 (i) During the pendency of a request for exemption, no person, firm, 3 unincorporated association, company or corporation charged with real 4 estate or personal property taxes pursuant to K.S.A. 79-2004 and 79-5 2004a, and amendments thereto, on the tax books in the hands of the 6 county treasurer shall be required to pay the tax from the date the request 7 is filed with the county appraiser until the expiration of 30 days after the 8 court board issued its order thereon and the same becomes a final order. In 9 the event that taxes have been assessed against the subject property, no 10 interest shall accrue on any unpaid tax for the year or years in question nor shall the unpaid tax be considered delinquent from the date the request is 11 12 filed with the county appraiser until the expiration of 30 days after the 13 court board issued its order thereon. In the event the court board 14 determines an application for exemption is without merit and filed in bad 15 faith to delay the due date of the tax, the tax shall be considered delinquent 16 as of the date the tax would have been due pursuant to K.S.A. 79-2004 and 17 79-2004a, and amendments thereto, and interest shall accrue as prescribed 18 therein.

(j) In the event the eourt *board* grants the initial request for
exemption, the same shall be effective beginning with the date of first
exempt use except that, with respect to property the construction of which
commenced not to exceed 24 months prior to the date of first exempt use,
the same shall be effective beginning with the date of commencement of
construction.

(k) In conjunction with its authority to grant exemptions, the eourt *board* shall have the authority to abate all unpaid taxes that have accrued from and since the effective date of the exemption. In the event that taxes have been paid during the period where the subject property has been determined to be exempt, the eourt *board* shall have the authority to order a refund of taxes for the year immediately preceding the year in which the exemption application is filed in accordance with subsection (a).

(1) The provisions of this section shall not apply to: (1) Farm 32 33 machinery and equipment exempted from ad valorem taxation by K.S.A. 34 79-201j, and amendments thereto; (2) personal property exempted from ad 35 valorem taxation by K.S.A. 79-215, and amendments thereto; (3) wearing 36 apparel, household goods and personal effects exempted from ad valorem 37 taxation by K.S.A. 79-201c, and amendments thereto; (4) livestock; (5) all 38 property exempted from ad valorem taxation by K.S.A. 79-201d, and 39 amendments thereto; (6) merchants' and manufacturers' inventories exempted from ad valorem taxation by K.S.A. 79-201m, and amendments 40 41 thereto; (7) grain exempted from ad valorem taxation by K.S.A. 79-201n, 42 and amendments thereto; (8) property exempted from ad valorem taxation 43 by K.S.A. 79-201a Seventeenth, and amendments thereto, including all

property previously acquired by the secretary of transportation or a 1 2 predecessor in interest, which is used in the administration, construction, 3 maintenance or operation of the state system of highways. The secretary of 4 transportation shall at the time of acquisition of property notify the county 5 appraiser in the county in which the property is located that the acquisition 6 occurred and provide a legal description of the property acquired; (9) 7 property exempted from ad valorem taxation by K.S.A. 79-201a Ninth, 8 and amendments thereto, including all property previously acquired by the 9 Kansas turnpike authority which is used in the administration, construction, maintenance or operation of the Kansas turnpike. The Kansas 10 11 turnpike authority shall at the time of acquisition of property notify the 12 county appraiser in the county in which the property is located that the acquisition occurred and provide a legal description of the property 13 14 acquired; (10) aquaculture machinery and equipment exempted from ad 15 valorem taxation by K.S.A. 79-201j, and amendments thereto. As used in 16 this section, "aquaculture" has the same meaning ascribed thereto by 17 K.S.A. 47-1901, and amendments thereto; (11) Christmas tree machinery 18 and equipment exempted from ad valorem taxation by K.S.A. 79-201j, and 19 amendments thereto; (12) property used exclusively by the state or any 20 municipality or political subdivision of the state for right-of-way purposes. 21 The state agency or the governing body of the municipality or political 22 subdivision shall at the time of acquisition of property for right-of-way 23 purposes notify the county appraiser in the county in which the property is 24 located that the acquisition occurred and provide a legal description of the 25 property acquired; (13) machinery, equipment, materials and supplies 26 exempted from ad valorem taxation by K.S.A. 79-201w, and amendments 27 thereto; (14) vehicles owned by the state or by any political or taxing 28 subdivision thereof and used exclusively for governmental purposes; (15) 29 property used for residential purposes which is exempted pursuant to 30 K.S.A. 79-201x, and amendments thereto, from the property tax levied 31 pursuant to K.S.A. 72-6431 section 11, and amendments thereto; (16) from 32 and after July 1, 1998, vehicles which are owned by an organization 33 having as one of its purposes the assistance by the provision of transit 34 services to the elderly and to disabled persons and which are exempted 35 pursuant to K.S.A. 79-201 Ninth, and amendments thereto; (17) from and 36 after July 1, 1998, motor vehicles exempted from taxation by subsection 37 (e) of K.S.A. 79-5107(e), and amendments thereto; (18) commercial and 38 industrial machinery and equipment exempted from property or ad 39 valorem taxation by K.S.A. 2014 Supp. 79-223, and amendments thereto; 40 (19) telecommunications machinery and equipment and railroad 41 machinery and equipment exempted from property or ad valorem taxation 42 by K.S.A. 2014 Supp. 79-224, and amendments thereto; and (20) property 43 exempted from property or ad valorem taxation by K.S.A. 2014 Supp. 791 234, and amendments thereto.

2 (m) The provisions of this section shall apply to property exempt 3 pursuant to the provisions of section 13 of article 11 of the constitution of 4 the state of Kansas.

5 (n) The provisions of subsection (k) as amended by this act shall be 6 applicable to all exemption applications filed in accordance with 7 subsection (a) after December 31, 2001.

8 Sec. 75. From and after July 1, 2015, K.S.A. 79-2001 is hereby 9 amended to read as follows: 79-2001. (a) As soon as the county treasurer 10 receives the tax roll of the county, the treasurer shall enter in a column opposite the description of each tract or parcel of land the amount of 11 12 unpaid taxes and the date of unredeemed sales, if any, for previous years 13 on such land. The treasurer shall cause a notice to be published in the 14 official county paper once each week for three consecutive weeks, stating 15 in the notice the amount of taxes charged for state, county, township, 16 school, city or other purposes for that year, on each \$1,000 of valuation.

17 (b) Each year after receipt of the tax roll from the county clerk and 18 before December 15, the treasurer shall mail to each taxpayer, as shown by 19 the rolls, a tax statement which indicates the taxing unit, assessed value of 20 real and personal property, the mill levy and tax due. In addition, with 21 respect to land devoted to agricultural use, such statement shall indicate 22 the acreage and description of each parcel of such land. The tax statement 23 shall also indicate separately each parcel of real property which is 24 separately classified for property tax purposes. The county appraiser shall 25 provide the information necessary for the county treasurer to comply with the provisions of this section. The tax statement also may include the 26 27 intangible tax due the county. All items may be on one statement or may 28 be shown on separate statements and may be on a form prescribed by the 29 county treasurer. The statement shall be mailed to the last known address 30 of the taxpayer or to a designee authorized by the taxpayer to accept the 31 tax statement, if the designee has an interest in receiving the statement. 32 When any statement is returned to the county treasurer for failure to find 33 the addressee, the treasurer shall make a diligent effort to find a 34 forwarding address of the taxpayer and mail the statement to the new 35 address. All tax statements mailed pursuant to this section shall be mailed 36 by first-class mail. The requirement for mailing a tax statement shall 37 extend only to the initial statement required to be mailed in each year and 38 to any follow-up required by this section.

(c) For tax year 1998, and all tax years thereafter, after receipt of the
tax roll from the county clerk and before December 15, the treasurer shall
mail to each taxpayer, as shown by the tax rolls, a tax information form
which indicates the taxing unit, assessed value of real property for the
current and next preceding taxable year, the mill levy for the current and

1 next preceding taxable year and, in the case of unified school districts, the

2 mill levy required by K.S.A. 72-6431 section 11, and amendments thereto, 3 shall be separately indicated, the tax due and an itemization of each taxing 4 unit's mill levy for the current and next preceding taxable year and the 5 percentage change in the amount of revenue produced therefrom, if any. In 6 addition, with respect to land devoted to agricultural use, such form shall 7 indicate the acreage and description of each parcel of such land. The tax 8 information form shall also indicate separately each parcel of real property 9 which is separately classified for property tax purposes. The county 10 appraiser shall provide the information necessary for the county treasurer to comply with the provisions of this section. The tax information form 11 12 may be separate from the tax statement or a part of the tax statement. The 13 tax information form shall be in a format prescribed by the director of 14 property valuation. The tax information form shall be mailed to the last 15 known address of the taxpayer. When a tax information form is returned to 16 the county treasurer for failure to find the addressee, the treasurer shall 17 make a diligent effort to find a forwarding address of the taxpayer and 18 mail the tax information form to the new address. All tax information 19 forms mailed pursuant to this section shall be mailed by first class mail.

20 Sec. 76. From and after July 1, 2015, K.S.A. 2014 Supp. 79-2925b is 21 hereby amended to read as follows: 79-2925b. (a) Without a majority vote 22 so providing, the governing body of any municipality shall not approve 23 any appropriation or budget, as the case requires, which may be funded by 24 revenue produced from property taxes, and which provides for funding 25 with such revenue in an amount exceeding that of the next preceding year, 26 adjusted to reflect changes in the consumer price index for all urban 27 consumers as published by the United States department of labor for the 28 preceding calendar year. If the total tangible property valuation in any municipality increases from the next preceding year due to increases in the 29 30 assessed valuation of existing tangible property and such increase exceeds 31 changes in the consumer price index, the governing body shall lower the amount of ad valorem tax to be levied to the amount of ad valorem tax 32 33 levied in the next preceding year, adjusted to reflect changes in the 34 consumer price index. This subsection shall not apply to ad valorem taxes levied under K.S.A. 72-6431, 76-6b01 and 76-6b04 and section 11, and 35 36 amendments thereto, and any other ad valorem tax levy which was 37 previously approved by the voters of such municipality. Notwithstanding 38 the requirements of this subsection, nothing herein shall prohibit a 39 municipality from increasing the amount of ad valorem tax to be levied if 40 the municipality approves the increase with a majority vote of the 41 governing body and publishes such vote as provided in subsection (c).

42 (b) Revenue that, in the current year, is produced and attributable to 43 the taxation of: (1) New improvements to real property;

2 (2) increased personal property valuation, other than increased3 valuation of oil and gas leaseholds and mobile homes;

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(3) property located within added jurisdictional territory; or

5 (4) property which has changed in use shall not be considered when 6 determining whether revenue produced from property has increased from 7 the next preceding year.

8 (c) In the event the governing body votes to approve any 9 appropriation or budget, as the case requires, which may be funded by 10 revenue produced from property taxes, and which provides for funding 11 with such revenue in an amount exceeding that of the next preceding year 12 as provided in subsection (a), notice of such vote shall be published in the 13 official county newspaper of the county where such municipality is 14 located.

15 (d) The provisions of this section shall be applicable to all fiscal and 16 budget years commencing on and after the effective date of this act.

17 (e) The provisions of this section shall not apply to revenue received 18 from property tax levied for the sole purpose of repayment of the principal 19 of and interest upon bonded indebtedness, temporary notes and no-fund 20 warrants.

(f) For purposes of this section, "municipality" means any political subdivision of the state which levies an ad valorem tax on property and includes, but is not limited to, any county, township, municipal university, school district, community college, drainage district or other taxing district. "Municipality" shall not include any such political subdivision or taxing district which receives \$1,000 or less in revenue from property taxes in the current year.

28 Sec. 77. From and after July 1, 2015, K.S.A. 79-5105 is hereby 29 amended to read as follows: 79-5105. (a) A tax is hereby levied upon every 30 motor vehicle, as the same is defined by K.S.A. 79-5101, and amendments 31 thereto, in an amount which shall be determined in the manner hereinafter 32 prescribed, except that: (1) (A) For 1995, the tax on any motorcycle shall 33 not be less than \$6 and the tax on any other motor vehicle shall not be less 34 than \$12; and (B) the tax on each motor vehicle the age of which is 15 35 years or older shall not be more than \$12; and (2) for 1996, and each year 36 thereafter: (A) The tax on any motorcycle shall not be less than \$12 and 37 the tax on any other motor vehicle shall not be less than \$24, except as 38 otherwise provided by clause (B) and (C); (B) the tax on any motorcycle 39 the model year of which is 1980 or earlier shall be \$6 and the tax on any 40 other motor vehicle the model year of which is 1980 or earlier shall be 41 \$12; and (C) if the tax on any motorcycle in 1995 was more than \$6 but 42 less than \$12, the tax shall be determined for 1996 and each year thereafter 43 in the manner hereinafter prescribed but shall not be less than \$6, and if

the tax on any other motor vehicle in 1995 was more than \$12 but less than 1 2 \$24, the tax shall be determined for 1996 and each year thereafter in the 3 manner hereinafter prescribed but shall not be less than \$12.

4 (b) The amount of such tax on a motor vehicle shall be computed by: 5 (1) Determining the amount representing the midpoint of the values 6 included within the class in which such motor vehicle is classified under 7 K.S.A. 79-5102 or 79-5103, and amendments thereto, except that the 8 midpoint of class 20 shall be \$21,000 plus \$2,000 for each \$2,000 or 9 portion thereof by which the trade-in value of the vehicle exceeds \$22,000; 10 (2) if the model year of the motor vehicle is a year other than the year for 11 which the tax is levied, by reducing such midpoint amount by an amount 12 equal to 16% in 1995, and all years prior thereto, and 15% in 1996, and all 13 years thereafter, of the remaining balance for each year of difference 14 between the model year of the motor vehicle and the year for which the tax 15 is levied if the model year of the motor vehicle is 1981 or a later year or 16 (B) the remaining balance for each year of difference between the year 17 1980 and the year for which the tax is levied if the model year of the motor 18 vehicle is 1980 or any year prior thereto; (3) by multiplying the amount 19 determined after application of clause (2) above by 30% during calendar year 1995, 28.5% during the calendar year 1996, 26.5% during the 20 21 calendar year 1997, 24.5% during the calendar year 1998, 22.5% during 22 the calendar year 1999, and 20% during all calendar years thereafter, 23 which shall constitute the taxable value of the motor vehicle; and (4) by 24 multiplying the taxable value of the motor vehicle produced under clause 25 (3) above by the county average tax rate.

(c) The "county average tax rate" means the total amount of general 26 27 property taxes levied within the county by the state, county and all other 28 taxing subdivisions levving such taxes within such county in the second calendar year before the calendar year in which the owner's full 29 30 registration year begins divided by the total assessed tangible valuation of 31 property within such county as of November 1 of such second calendar 32 year before the calendar year in which the owner's full registration year 33 begins as certified by the secretary of revenue, except that: (1) As of 34 November 1, 1994, such rate shall be computed without regard to 11.429% 35 of the general property taxes levied by school districts pursuant to K.S.A. 36 72-6431, and amendments thereto; (2) as of November 1, 1995, such rate 37 shall be computed without regard to 31.429% of the general property taxes 38 levied by school districts pursuant to K.S.A. 72-6431, and amendments thereto; (3) as of November 1, 1996, such rate shall be computed without 39 40 regard to 54.286% of the general property taxes levied by school districts 41 pursuant to K.S.A. 72-6431, and amendments thereto; (4) as of November 42 1, 1997, such rate shall be computed without regard to 70.36% of the 43 general property taxes levied by school districts pursuant to K.S.A. 726431, and amendments thereto; and (5) as of November 1, 1998, and such
 date in all years thereafter, such rate shall be computed without regard to
 the general property taxes levied by school districts pursuant to K.S.A. 72 6431, and amendments thereto *law*.

5 New Sec. 78. Nothing in this act shall affect or invalidate any 6 resolution adopted by a board of education of any school district pursuant 7 to K.S.A. 72-8801 or 72-8809, and amendments thereto, on and after May 8 1, 2014, but prior to July 1, 2015.

9 Sec. 79. On and after July 1, 2015, K.S.A. 2014 Supp. 72-8801 is hereby amended to read as follows: 72-8801. (a) The board of education of 10 any school district may make an annual tax levy at a mill rate not to 11 exceed the statutorily prescribed mill rate for a period of not to exceed five 12 13 years upon the taxable tangible property in the school district for the purposes specified in this act and for the purpose of paying a portion of the 14 15 principal and interest on bonds issued by cities under the authority of 16 K.S.A. 12-1774, and amendments thereto, for the financing of 17 redevelopment projects upon property located within the school district. 18 No levy shall be made under this act until a resolution is adopted by the 19 board of education in the following form:

20 21 Unified School District No.

County, Kansas.

RESOLUTION

22

23 Be It Resolved that:

24 The above-named school board shall be authorized to make an annual 25 tax levy for a period not to exceed vears in an amount not to mills upon the taxable tangible property in the school 26 exceed 27 district for the purpose of acquisition, construction, reconstruction, repair, 28 remodeling, additions to, furnishing, maintaining and equipping of school 29 district property and equipment necessary for school district purposes, 30 including: (1) Acquisition of computer software; (2) acquisition of 31 performance uniforms; (3) housing and boarding pupils enrolled in an area 32 vocational school operated under the board; (4) architectural expenses ; (5) 33 acquisition of building sites; (6) undertaking and maintenance of asbestos 34 control projects; (7) acquisition of school buses; and (8) acquisition of 35 other fixed assets, and for the purpose of paying a portion of the principal 36 and interest on bonds issued by cities under the authority of K.S.A. 12-37 1774, and amendments thereto, for the financing of redevelopment 38 projects upon property located within the school district. The tax levy 39 authorized by this resolution may be made, unless a petition in opposition 40 to the same, signed by not less than 10% of the qualified electors of the 41 school district, is filed with the county election officer of the home county 42 of the school district within 40 calendar days after the last publication of 43 this resolution. In the event a petition is filed, the county election officer

shall submit the question of whether the tax levy shall be authorized to the
 electors in the school district at an election called for that purpose or at the
 next general election, as is specified by the board of education of the
 above school district.

CERTIFICATE

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 ______,

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Clerk of the board of education.

All of the blanks in the above resolution shall be appropriately filled. 11 The blank preceding the word "years" shall be filled with a specific 12 13 number, and the blank preceding the word "mills" shall be filled with a specific number, and no word shall be inserted in either of the blanks. The 14 15 resolution shall be published once a week for two consecutive weeks in a 16 newspaper having general circulation in the school district. If no petition 17 as specified above is filed in accordance with the provisions of the 18 resolution, the board of education may make the tax levy specified in the 19 resolution. If a petition is filed as provided in the resolution, the board of 20 education may notify the county election officer of the date of an election 21 to be held to submit the question of whether the tax levy shall be 22 authorized. If the board of education fails to notify the county election 23 officer within 60 calendar days after a petition is filed, the resolution shall 24 be deemed abandoned and no like resolution shall be adopted by the board 25 of education within the nine months following the first publication of the 26 resolution.

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(b) As used in this act:

(1) "Unconditionally authorized to make a capital outlay tax levy"
means that the school district has adopted a resolution under this section,
has published the same, and either that the resolution was not protested or
that it was protested and an election has been held by which the tax levy
specified in the resolution was approved;

(2) "statutorily prescribed mill rate" means: (A) Eight mills; (B) the
mill levy rate in excess of eight mills if the resolution fixing such rate was
approved at an election prior to the effective date of this act; or (C) the
mill levy rate in excess of eight mills if no petition or no sufficient petition
was filed in protest to a resolution fixing such rate in excess of eight mills
and the protest period for filing such petition has expired;

(3) "asbestos control project" means any activity which is necessary
or incidental to the control of asbestos-containing material in buildings of
school districts and includes, but not by way of limitation, any activity
undertaken for the removal or encapsulation of asbestos-containing
material, for any remodeling, renovation, replacement, rehabilitation or

other restoration necessitated by such removal or encapsulation, for
 conducting inspections, reinspections and periodic surveillance of
 buildings, performing response actions, and developing, implementing and
 updating operations and maintenance programs and management plans;

5 (4) "asbestos" means the asbestiform varieties of chrysotile 6 (serpentine), crocidolite (riebeckite), amosite (cummingtonitegrunerite), 7 anthophyllite, tremolite, and actinolite; and

8 (5) "asbestos-containing material" means any material or product 9 which contains more than 1% asbestos.

Sec. 80. K.S.A. 2014 Supp. 72-6434, 72-6460 and 72-8814, as amended by section 54 of 2015 House Substitute for Senate Bill No. 4 are hereby repealed.

13 Sec. 81. From and after July 1, 2015, K.S.A. 12-1677, 12-1775a, 72-14 1414, 72-6406, 72-6408, 72-6411, 72-6415, 72-6418, 72-6419, 72-6424, 15 72-6427, 72-6429, 72-6432, 72-6436, 72-6437, 72-6444, 72-6446, 72-16 6447, 72-6622, 72-6757, 72-8190, 72-8230, 72-8233, 72-8236, 72-8309, 17 72-8908, 79-2001 and 79-5105 and K.S.A. 2014 Supp. 10-1116a, 12-18 1770a, 12-1776a, 46-3401, 46-3402, 72-978, 72-1046b, 72-1398, 72-1923, 19 72-3607, 72-3711, 72-3712, 72-3715, 72-3716, 72-5333b, 72-6405, 72-20 6407, 72-6409, 72-6410, 72-6412, 72-6413, 72-6414, 72-6414a, 72-6414b, 21 72-6415b, 72-6416, 72-6417, 72-6420, 72-6421, 72-6423, 72-6425, 72-22 6426, 72-6428, 72-6430, 72-6431, 72-6433, 72-6433d, 72-6434, as 23 amended by section 38 of this act, 72-6434b, 72-6435, 72-6438, 72-6439, 24 72-6439a, 72-6441, 72-6441a, 72-6442b, 72-6443, 72-6445a, 72-6448, 72-25 6449, 72-6450, 72-6451, 72-6452, 72-6453, 72-6455, 72-6456, 72-6457, 26 72-6458, 72-6460, as amended by section 39 of this act, 72-6461, 72-27 64b01, 72-64c03, 72-64c05, 72-6624, 72-6625, 72-67,115, 72-7535, 72-28 8187, 72-8237, 72-8249, 72-8250, 72-8251, 72-8302, 72-8316, 72-8415b, 29 72-8801, 72-8801a, 72-8804, 72-8814, as amended by section 63 of this act, 72-8814b, 72-8815, 72-9509, 72-9609, 72-99a02, 74-32,141, 74-30 31 4939a, 74-8925, 74-99b43, 75-2319, 79-201x, 79-213, 79-213f and 79-32 2925b are hereby repealed.

33 Sec. 82. This act shall take effect and be in force from and after its34 publication in the Kansas register.