Session of 2012

SENATE BILL No. 450

By Committee on Ways and Means

3-1

AN ACT concerning school districts; relating to the amount of base state 1 2 aid per pupil; relating to the local option budget; amending K.S.A. 2011 3 Supp. 72-6410 and 72-6433 and repealing the existing sections. 4 5 Be it enacted by the Legislature of the State of Kansas: 6 Section 1. K.S.A. 2011 Supp. 72-6410 is hereby amended to read as 7 follows: 72-6410. (a) "State financial aid" means an amount equal to the 8 product obtained by multiplying base state aid per pupil by the adjusted 9 enrollment of a district. "Base state aid per pupil" means an amount of state financial 10 (b) (1) aid per pupil. Subject to the other provisions of this subsection, the amount 11 12 of base state aid per pupil is \$4,433 in school year 2008-2009 and : 13 \$4,492 in school year 2009-2010 years 2011-2012 and 2014-(A)14 2015 and each school year thereafter; 15 \$3,854 in school year 2012-2013; and *(B)* 16 (C) \$3,928 in school year 2013-2014. 17 (2) The amount of base state aid per pupil is subject to reduction 18 commensurate with any reduction under K.S.A. 75-6704, and amendments 19 thereto, in the amount of the appropriation from the state general fund for 20 general state aid. If the amount of appropriations for general state aid is 21 insufficient to pay in full the amount each district is entitled to receive for 22 any school year, the amount of base state aid per pupil for such school year 23 is subject to reduction commensurate with the amount of the insufficiency. 24 (c) "Local effort" means the sum of an amount equal to the proceeds 25 from the tax levied under authority of K.S.A. 72-6431, and amendments 26 thereto, and an amount equal to any unexpended and unencumbered 27 balance remaining in the general fund of the district, except amounts 28 received by the district and authorized to be expended for the purposes 29 specified in K.S.A. 72-6430, and amendments thereto, and an amount 30 equal to any unexpended and unencumbered balances remaining in the 31 program weighted funds of the district, except any amount in the 32 vocational education fund of the district if the district is operating an area 33 vocational school, and an amount equal to any remaining proceeds from 34 taxes levied under authority of K.S.A. 72-7056 and 72-7072, and 35 amendments thereto, prior to the repeal of such statutory sections, and an amount equal to the amount deposited in the general fund in the current 36

1 school year from amounts received in such year by the district under the 2 provisions of subsection (a) of K.S.A. 72-1046a, and amendments thereto, 3 and an amount equal to the amount deposited in the general fund in the 4 current school year from amounts received in such year by the district 5 pursuant to contracts made and entered into under authority of K.S.A. 72-6 6757, and amendments thereto, and an amount equal to the amount 7 credited to the general fund in the current school year from amounts 8 distributed in such year to the district under the provisions of articles 17 9 and 34 of chapter 12 of Kansas Statutes Annotated, and amendments 10 thereto, and under the provisions of articles 42 and 51 of chapter 79 of Kansas Statutes Annotated, and amendments thereto, and an amount equal 11 12 to the amount of payments received by the district under the provisions of 13 K.S.A. 72-979, and amendments thereto, and an amount equal to the 14 amount of a grant, if any, received by the district under the provisions of 15 K.S.A. 72-983, and amendments thereto, and an amount equal to 70% of 16 the federal impact aid of the district.

17 (d) "Federal impact aid" means an amount equal to the federally 18 qualified percentage of the amount of moneys a district receives in the 19 current school year under the provisions of title I of public law 874 and congressional appropriations therefor, excluding amounts received for 20 21 assistance in cases of major disaster and amounts received under the low-22 rent housing program. The amount of federal impact aid defined herein as 23 an amount equal to the federally qualified percentage of the amount of 24 moneys provided for the district under title I of public law 874 shall be 25 determined by the state board in accordance with terms and conditions 26 imposed under the provisions of the public law and rules and regulations 27 thereunder.

28 Sec. 2. K.S.A. 2011 Supp. 72-6433 is hereby amended to read as 29 follows: 72-6433. (a) As used in this section:

(1) "State prescribed percentage" means 31% of state financial aid of
 the district in the current school year:

32 *(A)* For school year 2012-2013, 33% of state financial aid of the 33 district in such school year; and

(B) for school years 2013-2014 and each school year thereafter, 35% *of state financial aid of the district in such school year.*

(2) "Authorized to adopt a local option budget" means that a district
has adopted a resolution under this section, has published the same, and
either the resolution was not protested or it was protested and an election
was held by which the adoption of a local option budget was approved.

40 (b) In each school year, the board of any district may adopt a local 41 option budget which does not exceed the state prescribed percentage.

42 (c) Subject to the limitation of subsection (b), in each school year, the 43 board of any district may adopt, by resolution, a local option budget in an 1 amount not to exceed:

2 (1) (A) The amount which the board was authorized to adopt in 3 accordance with the provisions of this section in effect prior to its 4 amendment by this act; plus

5 (B) the amount which the board was authorized to adopt pursuant to 6 any resolution currently in effect; plus

7 (C) the amount which the board was authorized to adopt pursuant to 8 K.S.A. 72-6444, and amendments thereto, if applicable to the district; or

9 (2) the state-wide average for the preceding school year as 10 determined by the state board pursuant to subsection (i) (*i*).

Except as provided by subsection (c), 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.

15 (d) If the board of a district desires to increase its local option budget authority above the amount authorized under subsection (c) or if the board 16 17 was not authorized to adopt a local option budget in 2006-2007, the board 18 may adopt, by resolution, such budget in an amount not to exceed the state 19 prescribed percentage. The adoption of a resolution pursuant to this 20 subsection shall require a majority vote of the members of the board. The 21 resolution shall be published at least once in a newspaper having general 22 circulation in the district. The resolution shall be published in substantial 23 compliance with the following form:

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25 Unified School District No. _____,26

County, Kansas.

RESOLUTION

28 Be It Resolved that:

29 The board of education of the above-named school district shall be 30 authorized to adopt a local option budget in each school year in an amount 31 not to exceed % of the amount of state financial aid. The local option 32 budget authorized by this resolution may be adopted, unless a petition in 33 opposition to the same, signed by not less than 5% of the qualified electors 34 of the school district, is filed with the county election officer of the home 35 county of the school district within 30 days after publication of this 36 resolution. If a petition is filed, the county election officer shall submit the 37 question of whether adoption of the local option budget shall be authorized 38 to the electors of the school district at an election called for the purpose or 39 at the next general election, as is specified by the board of education of the 40 school district.

41 42

CERTIFICATE

43 This is to certify that the above resolution was duly adopted by the board

1	of	education	of	unified	School	District	No.	,
2	County, Kansas, on the day of							•
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Clerk of the board of education.

5 All of the blanks in the resolution shall be filled as is appropriate. If a sufficient petition is not filed, the board may adopt a local option budget. 6 7 If a sufficient petition is filed, the board may notify the county election 8 officer of the date of an election to be held to submit the question of 9 whether adoption of a local option budget shall be authorized. Any such 10 election shall be noticed, called and held in the manner provided by K.S.A. 11 10-120, and amendments thereto. If the board fails to notify the county 12 election officer within 30 days after a sufficient petition is filed, the 13 resolution shall be deemed abandoned and no like resolution shall be 14 adopted by the board within the nine months following publication of the 15 resolution.

(c) Any resolution authorizing the adoption of a local option budget
 in excess of 30% of the state financial aid of the district in the current
 school year shall not become effective unless such resolution has been
 submitted to and approved by a majority of the qualified electors of the
 school district voting at an election called and held thereon. The election
 shall be called and held in the manner provided by K.S.A. 10-120, and
 amendments thereto.

23 (f) (e) Unless specifically stated otherwise in the resolution, the 24 authority to adopt a local option budget shall be continuous and 25 permanent. The board of any district which is authorized to adopt a local 26 option budget may choose not to adopt such a budget or may adopt a 27 budget in an amount less than the amount authorized. If the board of any 28 district whose authority to adopt a local option budget is not continuous 29 and permanent refrains from adopting a local option budget, the authority 30 of such district to adopt a local option budget shall not be extended by 31 such refrainment beyond the period specified in the resolution authorizing 32 adoption of such budget.

33 (g) (f) The board of any district may initiate procedures to renew or 34 increase the authority to adopt a local option budget at any time during a 35 school year after the tax levied pursuant to K.S.A. 72-6435, and 36 amendments thereto, is certified to the county clerk under any existing 37 authorization.

(h) (g) The board of any district that is authorized to adopt a local option budget prior to the effective date of this act under a resolution which authorized the adoption of such budget in accordance with the provisions of this section in effect prior to its amendment by this act may continue to operate under such resolution for the period of time specified in the resolution or may abandon the resolution and operate under the provisions of this section as amended by this act. Any such district shall
 operate under the provisions of this section as amended by this act after the
 period of time specified in the resolution has expired.

(i) (h) 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 state prescribed percentage in any school year.

10 (*i*) (*i*) (1) There is hereby established in every district that adopts a 11 local option budget a fund which shall be called the supplemental general 12 fund. The fund shall consist of all amounts deposited therein or credited 13 thereto according to law.

14 (2) Subject to the limitation imposed under paragraph (3) and 15 subsection (e) of K.S.A. 72-6434, and amendments thereto, amounts in the 16 supplemental general fund may be expended for any purpose for which 17 expenditures from the general fund are authorized or may be transferred to 18 any program weighted fund or categorical fund of the district. Amounts in the supplemental general fund attributable to any percentage over 25% of 19 state financial aid determined for the current school year may be 20 21 transferred to the capital improvements fund of the district and the capital 22 outlay fund of the district if such transfers are specified in the resolution 23 authorizing the adoption of a local option budget in excess of 25%.

(3) Amounts in the supplemental general fund may not be expended
for the purpose of making payments under any lease-purchase agreement
involving the acquisition of land or buildings which is entered into
pursuant to the provisions of K.S.A. 72-8225, and amendments thereto.

(4) (A) Except as provided in paragraph subparagraph (B), any
unexpended budget remaining in the supplemental general fund of a
district at the conclusion of any school year in which a local option budget
is adopted shall be maintained in such fund.

(B) If the district received supplemental general state aid in the 32 33 school year, the state board shall determine the ratio of the amount of 34 supplemental general state aid received to the amount of the local option 35 budget of the district for the school year and multiply the total amount of 36 the unexpended budget remaining by such ratio. An amount equal to the 37 amount of the product shall be transferred to the general fund of the 38 district or remitted to the state treasurer. Upon receipt of any such 39 remittance, the state treasurer shall deposit the same in the state treasury to 40 the credit of the state school district finance fund.

41 (k) (*j*) Each year the state board of education shall determine the 42 statewide average percentage of local option budgets legally adopted by 43 school districts for the preceding school year.

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- (1) (k) The provisions of this section shall be subject to the provisions of K.S.A. 2011 Supp. 72-6433d, and amendments thereto.
 Sec. 3. K.S.A. 2011 Supp. 72-6410 and 72-6433 are hereby repealed.
 Sec. 4. This act shall take effect and be in force from and after its addition in the state to have.
- publication in the statute book.