

**SENATE BILL No. 294**

By Committee on Commerce

1-22

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1 AN ACT concerning rural housing incentive districts; amending K.S.A.  
2 2013 Supp. 72-6431 and repealing the existing section.

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

5 Section 1. K.S.A. 2013 Supp. 72-6431 is hereby amended to read as  
6 follows: 72-6431. (a) The board of each district shall levy an ad valorem  
7 tax upon the taxable tangible property of the district in the school years  
8 specified in subsection (b) for the purpose of:

9 (1) Financing that portion of the district's general fund budget which  
10 is not financed from any other source provided by law;

11 (2) paying a portion of the costs of operating and maintaining public  
12 schools in partial fulfillment of the constitutional obligation of the  
13 legislature to finance the educational interests of the state; ~~and~~

14 (3) with respect to any redevelopment district established prior to July  
15 1, 1997, pursuant to K.S.A. 12-1771, and amendments thereto, paying a  
16 portion of the principal and interest on bonds issued by cities under  
17 authority of K.S.A. 12-1774, and amendments thereto, for the financing of  
18 redevelopment projects upon property located within the district; *and*

19 (4) *paying a portion of:*

20 (A) *The principal and interest on bonds issued by cities or counties*  
21 *under K.S.A. 12-5248, and amendments thereto; or*

22 (B) *eligible project costs incurred by cities or counties under K.S.A.*  
23 *12-5249, and amendments thereto, for the financing of rural housing*  
24 *incentive projects on property located within the district.*

25 (b) The tax required under subsection (a) shall be levied at a rate of  
26 20 mills in the school year 2013-2014 and school year 2014-2015.

27 (c) The proceeds from the tax levied by a district under authority of  
28 this section, except the proceeds of such tax levied for the purpose of  
29 paying a portion of the principal and interest on bonds issued by cities  
30 under authority of K.S.A. 12-1774, and amendments thereto, for the  
31 financing of redevelopment projects upon property located within the  
32 district, shall be deposited in the general fund of the district.

33 (d) On June 6 of each year, the amount, if any, by which a district's  
34 local effort exceeds the amount of the district's state financial aid, as  
35 determined by the state board, shall be remitted to the state treasurer. Upon  
36 receipt of any such remittance, the state treasurer shall deposit the same in

1 the state treasury to the credit of the state school district finance fund.

2 (e) No district shall proceed under K.S.A. 79-1964, 79-1964a or 79-  
3 1964b, and amendments thereto.

4 Sec. 2. K.S.A. 2013 Supp. 72-6431 is hereby repealed.

5 Sec. 3. This act shall take effect and be in force from and after its  
6 publication in the statute book.