

**HOUSE BILL No. 2410**

By Committee on Appropriations

3-22

Proposed Amendments for HB 2410  
House Committee on K-12 Education Budget  
Office of Revisor of Statutes  
March 29, 2017  
Reporting Expenditures

1 AN ACT concerning education; relating to the instruction and financing  
2 thereof; making and concerning appropriations for the fiscal years  
3 ending June 30, 2018, and June 30, 2019, for the department of  
4 education; creating the Kansas school equity and enhancement act;  
5 amending K.S.A. 2016 Supp. 10-1116a, 12-1677, 12-1770a, 12-1775a,  
6 12-1776a, 72-978, 72-1046b, 72-1398, 72-1414, 72-1923, 72-3712, 72-  
7 3715, 72-5333b, 72-64b01, 72-64c03, 72-64c05, 72-6622, 72-6624, 72-  
8 6625, 72-6757, 72-67,115, 72-7535, 72-8187, 72-8190, 72-8230, 72-  
9 8233, 72-8236, 72-8249, 72-8250, 72-8251, 72-8302, 72-8309, 72-  
10 8316, 72-8415b, 72-8801, 72-8804, 72-8908, 72-9509, 72-9609, 72-  
11 99a02, 72-99a02, as amended by section 87 of this act, 74-4939a, 74-  
12 8925, 74-99b43, 75-2319, 79-201x, 79-213, 79-2001 and 79-2925b and  
13 repealing the existing sections; also repealing K.S.A. 2016 Supp. 46-  
14 1133 and 72-6482.

15  
16 *Be it enacted by the Legislature of the State of Kansas:*

17 Section 1.

DEPARTMENT OF EDUCATION

18  
19 (a) There is appropriated for the above agency from the state general  
20 fund for the fiscal year ending June 30, 2018, the following:

21 Operating expenditures (including official  
22 hospitality) (652-00-1000-0053).....\$12,515,606  
23 *Provided*, That any unencumbered balance in the operating expenditures  
24 (including official hospitality) account in excess of \$100 as of June 30,  
25 2017, is hereby reappropriated for fiscal year 2018.  
26 Special education services  
27 aid (652-00-1000-0700).....\$437,680,455

28 *Provided*, That any unencumbered balance in the special education  
29 services aid account in excess of \$100 as of June 30, 2017, is hereby  
30 reappropriated for fiscal year 2018: *Provided further*, That expenditures  
31 shall not be made from the special education services aid account for the  
32 provision of instruction for any homebound or hospitalized child unless  
33 the categorization of such child as exceptional is conjoined with the  
34 categorization of the child within one or more of the other categories of  
35 exceptionality: *And provided further*, That expenditures shall be made from  
36 this account for grants to school districts in amounts determined pursuant

1 the budget year shall be carried forward into that reserve fund for  
 2 succeeding budget years. Such fund shall not be subject to the provisions  
 3 of K.S.A. 79-2925 through 79-2937, and amendments thereto. In preparing  
 4 the budget of such school district, the amounts credited to and the amount  
 5 on hand in the special reserve fund, and the amount expended therefrom  
 6 shall be included in the annual budget for the information of the residents  
 7 of the school district. Interest earned on the investment of moneys in any  
 8 such fund shall be credited to that fund.

9 Sec. 76. K.S.A. 2016 Supp. 72-8250 is hereby amended to read as  
 10 follows: 72-8250. (a) There is hereby established in every school district a  
 11 textbook and student materials revolving fund. Moneys in such fund shall  
 12 be used to:

13 (1) Purchase any items designated in K.S.A. 72-5389, and  
 14 amendments thereto;

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

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

19 ~~Moneys in such fund may be transferred to the general fund of the~~  
 20 ~~school district as approved by the board of education.~~

21 (b) Any balance remaining in the textbook and student materials  
 22 revolving fund at the end of the budget year shall be carried forward into  
 23 that fund for succeeding budget years. Such fund shall not be subject to the  
 24 provisions of K.S.A. 79-2925 through 79-2937, and amendments thereto.  
 25 In preparing the budget of such school district, the amounts credited to and  
 26 the amount on hand in the textbook and student materials revolving fund,  
 27 and the amount expended therefrom shall be included in the annual budget  
 28 for the information of the residents of the school district. ~~Interest earned on~~  
 29 ~~the investment of moneys in any such fund shall be credited to that fund.~~  
 30 Sec. 77. K.S.A. 2016 Supp. 72-8251 is hereby amended to read as  
 31 follows: 72-8251. Whenever a school district is required by law to make  
 32 any payment during the month of June and there is insufficient revenue to  
 33 make such payment as a result of the payment of state aid after the date  
 34 prescribed by the state board of education pursuant to ~~K.S.A. 2016 Supp.~~  
 35 ~~72-6466 section 7~~, and amendments thereto, the school district shall make  
 36 such payment as soon as moneys are available.

37 Sec. 78. K.S.A. 2016 Supp. 72-8302 is hereby amended to read as  
 38 follows: 72-8302. (a) The board of education of a school district may  
 39 provide or furnish transportation for ~~private students~~ who are enrolled in  
 40 the school district to or from any school of the school district or to or from  
 41 any school of another school district attended by such ~~private students~~ in  
 42 accordance with the provisions of an agreement entered into under  
 43 authority of K.S.A. 72-8233, and amendments thereto.

Sec. 78. Insert Attached K.S.A. 72-8254

Renumber Sections Accordingly

**72-8254. Kansas uniform financial accounting and reporting act.** (a) This section shall be known and may be cited as the Kansas uniform financial accounting and reporting act.

(b) As used in this section:

- (1) "Budget summary" means a one-page summary of the official budget adopted by the board of education of the school district, and shall include, but is not limited to, graphs depicting the total expenditures in the budget by category, supplemental and general fund expenditures, instruction expenditures, enrollment figures, mill rates by fund and average salaries. For purposes of this section, a one-page budget at a glance format developed by the state board, and any successor format shall be deemed a budget summary, provided it complies with the requirements of this section.
- (2) "Reporting system" means the uniform reporting system, including a uniform chart of accounts, developed by the state board as required by this section.
- (3) "School district" means a unified school district organized and operated under the laws of this state.
- (4) "State board" means the state board of education.
- (c) The state board shall develop and maintain a uniform reporting system for the receipts and expenditures of school districts. The accounting records maintained by each school district shall be coordinated with the uniform reporting system. Each school district shall record the receipts and expenditures of the district in accordance with a uniform classification of accounts or chart of accounts and reports as shall be prescribed by the state board. Each school district shall submit such reports and statements as may be required by the state board. The state board shall design, revise and direct the use of accounting records and fiscal procedures and prescribe uniform classifications for receipts and expenditures for all school districts. The reporting system shall include all funds held by a school district regardless of the source of the moneys held in such funds, including, but not limited to, all funds funded by fees or other sources of revenue not derived from tax levies. The state board shall prescribe the necessary forms to be used by school districts in connection with such uniform reporting system.
- (d) The reporting system developed by the state board shall be developed in such a manner that allows school districts to record and report any information required by state or federal law.
- (e) The reporting system shall provide records showing by funds, accounts and other pertinent classifications, the amounts appropriated, the estimated revenues, actual revenues or receipts, the amounts available for expenditure, the total and itemized expenditures, the unencumbered cash balances, excluding state aid receivable, actual balances on hand and the unencumbered balances of allotments or appropriations for each school district.
- (f) On or before July 1, 2027, the reporting system shall include transaction-level information for all expenditures, including the school district number, fund number, full four-digit function code, full three-digit object code, full four-digit building code, transaction date, transaction amount and a brief description of the transaction.
- ~~(g)~~ (g) The reporting system shall allow a person to search the data and allow for the comparison of data by school district.
- ~~(h)~~ (h) Each school district shall annually submit a report to the state board on all construction activity undertaken by the school district which was financed by the issuance of bonds and which such bonds have not matured. Such report shall include all revenue receipts, all expenditures of bond proceeds authorized by law, the dates for commencement and completion of such construction activity, the estimated cost and the actual cost of such construction activity. The information provided in the report shall be in a form so as to readily identify such information with a specific construction project. Such report shall be submitted in a form and manner prescribed by the state board in accordance with the provisions of this section.
- ~~(i)~~ (i) From and after July 1, 2012, the board of education of each school district shall record and report the receipts and expenditures of the district in the manner prescribed by the state board in accordance with this section.
- ~~(j)~~ (j) (1) Each school district shall annually publish on such district's internet website:
  - (A) A copy of form 150, estimated legal maximum general fund budget, or any successor document containing the same or similar information, that was submitted by such district to the state board of education for the immediately preceding school year; and
  - (B) the budget summary for the current school year and actual expenditures for the immediately preceding two school years showing total dollars net of transfers and dollars per pupil for each of the following:
    - (i) Function 1000, instruction;
    - (ii) function 2100, student support;

- (iii) function 2200, instructional staff support;
  - (iv) functions 2300 through 2500, administration;
  - (v) function 2600, operation and maintenance;
  - (vi) function 2700, transportation;
  - (vii) function 3100, food service;
  - (viii) functions 2900, 3200 and 3300, other current spending;
  - (ix) function 4000, capital outlay;
  - (x) function 5100, debt service;
  - (xi) the total expenditures which is the sum of the amounts in clauses (i) through (x);
  - (xii) the spending allocated to function 1000, instruction, excluding capital outlay and debt service expenditures, as a percentage of total expenditures;
  - (xiii) the spending allocated to function 1000, instruction, excluding capital outlay and debt service expenditures, as a percentage of current spending, which is the sum of expenditures for functions 1000 through 3300 less capital outlay and debt service expenditures included in any of those functions; and
  - (xiv) the revenue in total dollars net of transfers both in total and disaggregated to show the amount of revenue received from local, state and federal revenue sources.
- (2) For purposes of subsection (1)(1)(B), all per pupil amounts shall be calculated using the full-time equivalent enrollment of the school district. All function categories and other accounting categories shall refer to those same categories as established and required for financial accounting purposes by the state board as published in the Kansas state department of education's Kansas accounting handbook for unified school districts, as published in August 2012, or later versions as established in rules and regulations adopted by the state board.
  - (3) Publications required by this subsection shall be published with an easily identifiable link located on such district's website homepage.
  - (4) Publications required by this subsection shall be made available to the public at every meeting held by the board of education of each school district when the board is discussing the district's budget or any other school finance matter.
    - ~~(A)~~ (A) (1) The department of education shall annually publish on its Internet website:
    - (A) All of the publications required under subsection (1); and
    - (B) the following expenditures for each school district on a per pupil basis:
      - (i) Total expenditures;
      - (ii) capital outlay expenditures;
      - (iii) bond and interest expenditures; and
      - (iv) all other expenditures not included in (ii) or (iii).
  - (2) Publications required by this subsection shall be published with an easily identifiable link located on the department's website homepage.