

KANSAS LEGISLATIVE RESEARCH DEPARTMENT

68-West-Statehouse, 300 SW 10th Ave.
Topeka, Kansas 66612-1504
(785) 296-3181 ♦ FAX (785) 296-3824

kslegres@klrd.ks.gov

<http://www.kslegislature.org/klrd>

May 1, 2018

To: Curtis Tideman, Legislative Counsel

From: Edward Penner, Principal Research Analyst

Re: Combined Fiscal Effects of 2017 SB 19, 2018 Sub. for SB 423, and 2018 House Sub. for SB 61

This memorandum describes the total amount of increased aid to schools for a six-year time frame beginning in state fiscal year (FY) 2018 attributable to 2017 SB 19, 2018 Sub. for SB 423, and 2018 House Sub. for SB 61. The combined effects of all three bills over that time frame total an increase of approximately \$1.007 billion in aid to schools. Approximately \$485.5 million of the increase is attributable to 2017 SB 19 for FY 2018 through FY 2023. Approximately \$368.0 million of the increase is attributable to both bills from the 2018 Session for FY 2019 through FY 2023. An additional \$153.3 million is attributable to increases in local aid for local option budgets (LOB) and increased employer contributions for the Kansas Public Employees Retirement System attributable to the increased aid provided by the three bills combined.

The largest single contributor to the increased aid is the increases in Base Aid for Student Excellence (BASE, formerly Base State Aid Per Pupil). SB 19 (2017) provided for a BASE of \$4,006 in FY 2018, \$4,128 in FY 2019, and inflationary increases for all years thereafter. The 2018 bills provided for scheduled BASE increases up to \$4,713 in FY 2023 and inflationary increases for all years thereafter. For purposes of this memorandum, increases attributable to estimated inflation levels are included in the amount for 2017 SB 19, and the difference between those inflationary increases and the increases scheduled into the 2018 bills are included in the amount for the 2018 legislation in the attached table. Additional increases include special education, Pre-K At Risk, funding for all-day kindergarten, and various changes to other weightings and education programs.

Additionally, for purposes of this memorandum, the state equalization aid for LOBs is included in the section for the bill to which the change of authority was attributable, but the local tax revenue used to finance LOBs is included in the table section labeled "Other Items," regardless of which year's bill the authority was attributable. Accordingly, the total amount of additional LOB authority would be the sum of the supplemental general state aid lines for each year and the LOB local authority line in the Other Items section.

For detailed information of all increases in all three bills, please see the attached table.

EFP/kal

Attachment

Combined Aid to Schools Effects by School Years – 2017 SB 19, 2018 Sub. for SB 423 and 2018 H. Sub. for SB 61

	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>Totals</u>
<u>2017 SB 19</u>							
BASE Increases	\$ 113,820,619	\$ 84,790,000	\$ 23,066,438	\$ 37,971,740	\$ 44,605,038	\$ 45,500,484	\$ 349,754,320
Special Education Increases	12,000,000	12,000,000	0	0	0	0	24,000,000
Pre-K At Risk Increases	2,000,000	2,000,000	0	0	0	0	4,000,000
All Day Kindergarten	60,090,000	0	0	0	0	0	60,090,000
At Risk Weighting Increase	21,023,488	0	0	0	0	0	21,023,488
Bilingual Weighting Change	4,687,421	0	0	0	0	0	4,687,421
High Density At-Risk Change	4,170,246	0	0	0	0	0	4,170,246
At Risk 10% Floor	2,511,762	0	0	0	0	0	2,511,762
Professional Development	1,700,000	0	0	0	0	0	1,700,000
Teacher Mentoring	800,000	0	0	0	0	0	800,000
Declining Enrollment Weighting Phaseout	(1,835,149)	(1,835,149)	0	0	0	0	(3,670,297)
Transportation Weighting Change	0	0	0	0	(5,000,000)	0	(5,000,000)
Supp. Gen. State Aid Effects	(2,372,551)	1,642,255	3,387,045	5,575,720	6,549,744	6,681,230	21,463,443
<i>Subtotals — 2017 SB 19</i>	<i>\$ 218,595,835</i>	<i>\$ 98,597,106</i>	<i>\$ 26,453,483</i>	<i>\$ 43,547,460</i>	<i>\$ 46,154,782</i>	<i>\$ 52,181,715</i>	<i>\$ 485,530,382</i>
<u>2018 Sub. for SB 423 & H. Sub. for SB 61</u>							
BASE Increases	\$ 0	\$ 25,715,000	\$ 72,044,312	\$ 57,614,564	\$ 52,055,869	\$ 51,044,072	\$ 258,473,817
Special Education Increases	0	32,400,000	7,500,000	7,500,000	7,500,000	7,500,000	62,400,000
Pre-K At Risk Increases	0	0	2,000,000	2,000,000	2,000,000	0	6,000,000
At Risk 10% Floor Elimination	0	(2,511,762)	0	0	0	0	(2,511,762)
ACT and Workkeys	0	2,800,000	0	0	0	0	2,800,000
Teacher Mentoring	0	500,000	0	0	0	0	500,000
Mental Health and JAG-K Pilot Programs	0	7,515,000	0	0	0	0	7,515,000
Transportation Weighting Change	0	1,800,000	0	0	5,500,000	0	7,300,000
Supp. Gen. State Aid Effects	0	20,777,912	1,012,500	1,012,500	1,755,000	1,012,500	25,570,412
<i>Subtotals — 2018 Sub. for SB 423 & H. Sub. for SB 61</i>	<i>\$ 0</i>	<i>\$ 88,996,150</i>	<i>\$ 82,556,812</i>	<i>\$ 68,127,064</i>	<i>\$ 68,810,869</i>	<i>\$ 59,556,572</i>	<i>\$ 368,047,467</i>
<u>Other Items (all bills combined)</u>							
Local Option Budget (Local Auth.)	\$ 33,766,882	\$ (9,264,240)	\$ 5,377,222	\$ 8,052,268	\$ 10,150,243	\$ 9,403,448	\$ 57,485,822
KPERS Attributable to Increased Aid	15,257,000	19,690,000	15,900,000	14,900,000	15,300,000	14,800,000	95,847,000
<i>Subtotals — Additional Items</i>	<i>\$ 49,023,882</i>	<i>\$ 10,425,760</i>	<i>\$ 21,277,222</i>	<i>\$ 22,952,268</i>	<i>\$ 25,450,243</i>	<i>\$ 24,203,448</i>	<i>\$ 153,332,822</i>
Totals	<u>\$ 267,619,717</u>	<u>\$ 198,019,016</u>	<u>\$ 130,287,517</u>	<u>\$ 134,626,792</u>	<u>\$ 140,415,895</u>	<u>\$ 135,941,735</u>	<u>\$ 1,006,910,671</u>