

SESSION OF 2011

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2200

As Amended by House Committee of the Whole

Brief*

HB 2200, as amended, would reduce bond and interest state aid from a median of 25.0 percent to 15.0 percent for any bond issue approved after July 1, 2011. The bill also would reduce capital outlay state aid from a median of 25.0 percent to 15.0 percent for new levies adopted after July 1, 2011.

In addition, the bill would require the local board of education of any school district having less than 200 square miles in area and an enrollment of less than 400, and which is eligible for bond and interest state aid, to advise and consult with the Joint Committee on State Building Construction before authorizing the issuance of bonds for new building construction. The Joint Committee would review the bond issuance at a hearing. The Joint Committee would be required to make a recommendation regarding the bond issue and provide that recommendation to the school district and the State Board of Education within 15 days of the hearing.

Finally, the bill would require moneys received by a school district from bonds be used for the purposes described in the bond election.

Background

The bill originated in the House Education Committee. There were no proponents of the bill. Opponents of the bill included representatives of the Kansas City, Kansas, and

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

Independence school districts; the Kansas Association of School Boards; Associated General Contractors of Kansas; and the American Institute of Architects.

The House Education Committee amended the bill by removing a requirement that would have prohibited a school district from issuing bonds when the Joint Committee on State Building Construction recommended the bonds not be issued.

The House Committee of the Whole amended the bill to include a provision stating moneys received by a school district from bonds be used for the purposes described in the bond election.

The Division of the Budget fiscal note on the original bill indicated there would be no fiscal effect during FY 2012 or 2013. However, the fiscal note went on to say, because of the timing of bond issues, there may be a reduction of bond and interest state aid totaling approximately \$500,000 in FY 2014. The provisions in the bill regarding capital outlay aid would have no fiscal effect, because in *The FY 2012 Governor's Budget Report*, the Governor did not recommend any capital outlay aid in FY 2012.