

SESSION OF 2012

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2430

As Amended by Senate Committee on
Education

Brief*

HB 2430, as amended, would allow a school district to keep up to 10 percent of the district's general fund budget in a contingency reserve fund. The bill would not have an expiration date related to this provision. (Current law would reduce the amount to six percent for the 2012–2013 school year and the years thereafter.)

Background

The bill was introduced by the Legislative Educational Planning Committee. The 2009 Legislature increased the amount of the district's general fund budget that could be kept in a contingency reserve fund from six percent to ten percent, but only through the 2011–2012 school year.

A representative of the Kansas Association of School Boards testified as a proponent before both the House and Senate Education Committees. There was no other testimony on the bill in either committee.

The Senate Education Committee amended the bill to allow a school district to keep up to ten percent of the district's general fund budget in a contingency reserve fund, with no reduction in this percentage in future school years.

The Division of the Budget fiscal note on the bill, as

*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>

introduced, indicated there would be no change in the amount of state aid a school district receives as a result of the bill. In addition, the fiscal note stated there would be no fiscal effect on the state.