



# School Finance

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[www.ksde.org](http://www.ksde.org)

## INTEREST RATE ON INVESTMENT Effective 6/25/18 through 7/1/18

**Date:** June 25, 2018  
**To:** Chief School Administrators  
**From:** Dale M. Dennis, Deputy Commissioner  
Craig Neuenswander, Director  
School Finance

TERM	CURRENT	PREVIOUS
1 to 89 Days	<b>1.92%</b>	1.81%
3 Months	<b>1.95%</b>	1.96%
6 Months	<b>2.13%</b>	2.12%
1 Year	<b>2.36%</b>	2.36%
18 Months	<b>2.50%</b>	2.49%
2 Years	<b>2.55%</b>	2.56%

*Minimum investment rates banks must offer to secure public funds as prescribed by K.S.A. 12-1675*

### 2018-19 Indirect Cost Rates – sign and return by July 31

Repeated below is a message that was emailed on June 21: 2018-19 Indirect Cost Rates – sign and return by July 31.

The 2018-19 Indirect Cost Rates have been computed. Indirect costs of a program are those costs not readily identified with a specific program but incurred by the school district for the benefit of all programs.

- The **restricted rate** can be used to reimburse the general fund for general management costs, such as accounting and bookkeeping expenses incurred at the district office for running a federal program. You will need to verify with the State and Federal Programs team in the Kansas Department of Education that this rate can be used for the particular grant you are receiving.
- The **unrestricted rate** can be used to reimburse the general fund for general management costs, such as accounting and bookkeeping expenses incurred at the district office for food service expenses only. The indirect costs of a program are costs that are not readily identified with a specific program but are incurred by the school district for the benefit of all programs. Indirect costs for food service include: utilities, custodial services, telephone, trash, sewer, water and building maintenance. Indirect costs allow the food service to reimburse the district's General Fund for a fair share of unidentifiable expenses.

To print your district's Indirect Cost Rates Certification, go to the School Finance homepage – [Indirect Cost Rates link](#). Place your cursor on the page with your district's Indirect Cost Rate and change your print command to **current page**.

**Sign, date and return a copy to the School Finance Team no later than July 31, 2018.** Retain a signed copy for your records.

**2 options to return to KSDE – submit electronically preferred (1):**

- (1) a. Scan to convert to a PDF document.  
b. Rename file with your district number, i.e. **D0229** (D zero 229).  
c. Attach PDF document to an email to: [cwyckoff@ksde.org](mailto:cwyckoff@ksde.org).  
d. Subject line: **DO\_\_ Indirect Cost Rates**
- (2) Fax to: 785-296-0232 Attn: Christie Wyckoff

**Note:** There is no need to mail the original. KSDE no longer mails each district a copy of the Indirect Cost Certification.

If you have questions, please contact our office at (785) 296-6321.

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## Revised LOB and Capital Outlay Resolutions

The 2018 legislature passed the following bills amending the statutes for school districts to levy taxes for the LOB and Capital Outlay funds. These changes are summarized below:

### LOB Resolution

Effective July 1, 2018, House Sub for SB 61 makes the following two changes: the LOB protest petition must be signed by not less than ~~5%~~ 10% of the qualified electors, and filed with the county election officer within ~~30~~ 40 days of publication of this resolution.

### Capital Outlay Resolution

Effective July 1, 2018, Sub for Senate Bill 423 (passed in 2018) amended the law so districts may no longer charge the following items to the Capital Outlay Fund: (1) utility expenses (electricity, gas, etc.) and (2) property and casualty insurance. These expenditures were allowable between July 1, 2017, through June 30, 2018.

### NOTE:

- New resolutions are NOT required due to the changes above.
- New resolutions adopted after July 1, 2018, will have the new language changes in effect. Examples may be found on the School Finance website: <https://www.ksde.org/Agency/Fiscal-and-Administrative-Services/School-Finance/Online-Budget-Packet>.

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