

		L.D. 1381
2	DATE: 4-10-06	(Filing No. S-577)
4		
6	EDUCATION AND CULTU	JRAL AFFAIRS
8	Reported by: Report "A"	
10	Reproduced and distributed under the of the Senate.	direction of the Secretary
12	STATE OF MA	INE
14	SENATE 122ND LEGISLA	
16	SECOND REGULAR	SESSION
18	COMMITTEE AMENDMENT "A" to S.P.	אניי וו <del>י</del> ם בסבר מיז 400
20	Act To Update Teachers' Minimum Salari	es"
22	Amend the bill by striking out end clause and before the summary and s	
24	following:	
26	'Sec. 1. 20-A MRSA §3252, sub-§4-A 12, Pt. QQQQ, §1, is amended to read:	, as enacted by PL 2005, c.
28		
30	4-A. Targeted funds. In a calculated pursuant to chapter 219, student in the unorganized territory	-
32	administrative unit or private sch	nool approved for tuition
34	purposes that a student attends. subsection, "targeted funds" means the	nose funds identified under
36	essential programs and services f implementation of a standards-based	
00	grade 2 pursuant to section 15671, sub	
38	Sec. 7 70 A MDSA \$2752 A sub \$2	
40	Sec. 2. 20-A MRSA §3253-A, sub-§3-A 12, Pt. QQQQ, §2, is amended to read:	A, as enacted by PL 2005, C.
42	3-A. Targeted funds. In a	
44	calculated pursuant to chapter 219, student in the unorganized territory administrative unit or private sch	must be paid to the school

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Page 1-LR1263(2)

COMMITTEE AMENDMENT "A" to S.P. 480, L.D. 1381

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purposes that a student attends. For purposes of this subsection, "targeted funds" means those funds identified under 2 essential programs and services for technology, assessment implementation of a standards-based system and kindergarten to 4 grade 2 pursuant to section 15671, subsection 6 and section 15681. 6 Sec. 3. 20-A MRSA §13402, sub-§2, as enacted by PL 1981, c. 693, and 8, is repealed. 8 Sec. 4. 20-A MRSA §§13403 and 13404, as enacted by PL 1985, 10 c. 505, §3, are repealed. 12 Sec. 5. 20-A MRSA §13405 is enacted to read: 14 §13405. Minimum salaries for 2006-2007 16 Each school administrative unit and state-operated school 18 shall establish a minimum salary of \$30,000 for certified teachers for the school year starting after June 30, 2006. 20 Sec. 6. 20-A MRSA §15671, sub-§6, as amended by PL 2005, c. 12, Pt. UU, §1 and affected by §§12 and 13 and Pt. WW, §18, is 22 further amended to read: 24 Targeted funds. Funds for technology, 6. assessment 26 implementation of a standards-based system and the costs of additional investments in educating children in kindergarten to grade 2 as described in section 15681 must be provided as 28 targeted allocations. School administrative units shall submit a 30 plan for the use of these funds and shall receive funding based on approval of the plan by the commissioner. 32 Sec. 7. 20-A MRSA §15681, sub-§1, ¶A, as enacted by PL 2003, c. 504, Pt. A, §6, is amended to read: 34 36 A. To receive targeted student--assessment funds for the implementation of a standards-based system calculated pursuant to subsection 2, a school administrative unit must 38 be in compliance with applicable state statutes and department rules regarding local assessment systems for the 40 system of learning results established in section 6209 and 42 be in compliance with applicable federal statutes and regulations pertaining to student assessment as required by 44 the federal No Child Left Behind Act of 2001, 20 United States Code, Chapter 70. 46 Sec. 8. 20-A MRSA §15681, sub-§2, as enacted by PL 2003, c. 504, Pt. A,  $\S6$ , is amended to read: 48

Page 2-LR1263(2)

COMMITTEE AMEN

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DMENT	"A "	to	S.P.	480,	L.D.	1381
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2. Targeted funds for the implementation of а 2 standards-based system. For targeted student--assessment funds for the implementation of a standards-based system, the 4 commissioner shall calculate one amount that may be made available to the elementary school level and middle school level and another amount that may be made available to the high school 6 level in accordance with the following. 8 A. For fiscal year 2005-06, the commissioner shall establish 10 a per-pupil amount for targeted student-assessment funds for the implementation of a standards-based system. 12 B. For fiscal year 2006-07 and each subsequent year, the commissioner shall recalculate the per-pupil amount by using 14 the amount calculated under paragraph A as a base and 16 appropriate trends in the Consumer Price Index or other comparable index. 18 C. Notwithstanding paragraph B, for fiscal year 2006-07 only, a portion of the targeted funds to implement a 20 standards-based system must be dedicated to the achievement 22 of the minimum starting salary for certified teachers established in section 13405. This paragraph is repealed 24 June 30, 2007. Sec. 9. 20-A MRSA §15683, sub-§1, ¶C, as enacted by PL 2003, 26 c. 504, Pt. A, §6, is amended to read: 28 C. If the school administrative unit is eligible for 30 targeted student-assessment funds for the implementation of <u>a standards-based system</u> pursuant to section 15681, subsection 1, the sum of: 32 34 (1) The product of the elementary school level and middle school level per-pupil amount for targeted 36 student--assessment funds for the implementation of a standards-based system calculated pursuant to section 38 15681, subsection 2 multiplied by the kindergarten to grade 8 portion of the pupil count calculated pursuant 40 to section 15674, subsection 1, paragraph с. subparagraph (1); and 42 (2) The product of the high school level per-pupil 44 amount for targeted student--assessment funds for the implementation of a standards-based system calculated 46 pursuant to section 15681, subsection 2 multiplied by the grade 9 to 12 portion of the pupil count calculated 48 pursuant to section 15674, subsection 1, paragraph C, subparagraph (1); 50

Page 3-LR1263(2)

<b>.</b>	COMMITTEE AMENDMENT " $A$ " to S.P. 480, L.D. 1381			
	Sec. 10. PL 2005, c. 519, Pt. J, §§6 and 7 are amende	d to read:		
2	See I.C. Tratal and of funding multiple advection from			
4	Sec. J-6. Total cost of funding public education from grade 12. The total cost of funding public kindergarten to grade 12 for fiscal year 2006-07 is	education from		
6		2006-07		
8		TOTAL		
	Total Operating Allocation			
10				
12	Total operating allocation pursuant to the Maine Revised Statutes, Title 20-A, section 15683 without transition percentage	\$1,326,135,418		
14		<u>\$1,325,380,974</u>		
16	Total operating allocation pursuant to the Maine Revised Statutes, Title 20-A, section			
18	15683 with 90% transition percentage	\$1,193,521,876		
20		<u>\$1,192,842,877</u>		
20	Transition adjustments pursuant to the Maine			
22	Revised Statutes, Title 20-A, section 15686	\$10,712,943		
24	Total other subsidizable costs pursuant to the Maine Revised Statutes, Title 20-A,			
26	section 15681-A	\$354,628,374		
28	Total Operating Allocation			
30	Total operating allocation pursuant to the Maine Revised Statutes, Title 20-A, section			
32	15683 with 90% transition percentage plus transition adjustment pursuant to Title			
34	20-A, section 15686 and total other subsidizable costs pursuant to Title			
36	20-A, section 15681-A	\$1,558,863,193		
38		<u>\$1,558,184,194</u>		
40	Total Debt Service Allocation			
40	Total debt service allocation pursuant to			
42	the Maine Revised Statutes, Title 20-A, section 15683-A	\$86,741,023		
44				
46	Total Adjustments and Miscellaneous Costs			
70	Total adjustments and miscellaneous costs			
48	pursuant to the Maine Revised Statutes, Title 20-A, sections 15689 and 15689-A	\$51,570,351		

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Page 4-LR1263(2)

COMMITTEE AMENDMENT "A" to S.P. 480, L.D. 1381

\$55,144,293

2			<u>\$55,144,295</u>
4	Total Cost of Funding Public Education Kindergarten to Grade 12	from	
6	Total cost of funding public educa		
8	from kindergarten to grade 12 for year 2006-07 pursuant to the Maine		
10	Statutes, Title 20-A, chapter 606-	-В	<b>\$1,697,174,567</b> <b>\$1,700,069,510</b>
12	Sec. J-7. Local and state contributions	s to total cost o	f funding public
14	education from kindergarten to grade 12. the state contribution appropriation p	The local co	ntribution and
16	Aid for Local Schools for the fiscal y and ending June 30, 2007 is calculated	year beginnin	
18		2006–07	2006-07
20		LOCAL	STATE
22	Local and State Contributions to the Total Cost of Funding Public Education		
24	from Kindergarten to Grade 12		
26	Local and state contributions to the total cost of funding public		
28	education from kindergarten to grade 12 pursuant to the Maine		
30	Revised Statutes, Title 20-A,		
32	section 15683	\$783,076,345	<b>\$914,098,222</b> <u>\$916,993,165</u>
34	Sec. 11. Appropriations and al appropriations and allocations are made		The following
36	EDUCATION, DEPARTMENT OF		
38			
40	Teacher Retirement		
42	Initiative: Provides funds for the contributions related to the normal constate Retirement System associated with	ost component	of the Maine
44	teachers' salary to \$30,000 per year in		-
46	GENERAL FUND All Other	<b>2005–06</b> \$0	<b>2006-07</b> \$215,866
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	GENERAL FUND TOTAL	\$0	\$215,866

Page 5-LR1263(2)

# COMMITTEE AMENDMENT

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#### 2 General Purpose Aid for Local Schools 0308

Initiative: Provides additional funds in fiscal year 2006-07 to increase the minimum salary for certified teachers to \$30,000 per
 year.

8	GENERAL FUND	2005-06	200607
	All Other	\$0	\$2,894,943
10			
	GENERAL FUND TOTAL	\$0	\$2,894,943
12			
	EDUCATION, DEPARTMENT OF		,
14	DEPARTMENT TOTALS	2005–06	2006–07
16	GENERAL FUND	\$0	\$3,110,809
18	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$3,110,809'

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#### SUMMARY

This amendment is the majority report of the Joint Standing 24 Committee on Education and Cultural Affairs. The amendment strikes and replaces the bill to accomplish the following.

- It establishes a minimum salary for certified teachers
   at \$30,000 for the school year starting June 30, 2006.
- As does the bill, it repeals statutory language that
   limits the amount a school administrative unit may be required to
   increase the salary of any teacher to no more than \$500 in one
   school year.

3. It revises the statutes that define the categories of targeted funds within the Essential Programs and Services Funding Act by striking the term "assessment" and replacing it with the term "implementation of a standards-based system" to broaden this targeted fund definition to reflect the work that has been done to implement a standards-based system of educating children in kindergarten through grade 12.

4. It provides that, for fiscal year 2006-07 only, a
portion of targeted funds to implement a standards-based system must be dedicated to the achievement of a minimum teacher salary
of \$30,000 per year beginning in the school year starting after June 30, 2006.

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Page 6-LR1263(2)

COMMITTEE AMENDMENT "A" to S.P. 480, L.D. 1381

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5. It adds an appropriations and allocations section that covers the cost of the increase in teachers' salaries.

6. It amends Public Law 2005, chapter 519, Part J to adjust the total allocation of funds to include the minimum teacher salary.

#### FISCAL NOTE REQUIRED (See attached)

Page 7-LR1263(2)



Approved: 03/29/06

### **122nd MAINE LEGISLATURE**

#### LD 1381

#### LR 1263(02)

An Act To Update Teachers' Minimum Salaries

Fiscal Note for Bill as Amended by Committee Amendment "A" Committee: Education and Cultural Affairs Fiscal Note Required: Yes

#### **Fiscal Note**

Current Cost - State Mandate

	2005-06	2006-07	Projections 2007-08	Projections 2008-09
Net Cost (Savings)				
General Fund	\$0	\$3,110,809	\$2,161,520	\$2,181,534
Appropriations/Allocations				
General Fund	\$0	\$3,110,809	\$2,161,520	\$2,181,534
State Mandate				
New or Expanded Activity			Unit Affected	Costs
Requiring school administrative units and state-opera	ted schools to est	tablish a		
starting salary of \$30,000 for certified teachers begins	ning in fiscal yea	r 2006-07 is a	School	Significant
mandate. The Department of Education has estimated	d the cost of the	mandate to be		
approximately \$3,573,942 in fiscal year 2006-07. Alt	though this legisl	ation proposes		
to fund 100% of the cost of this provision in fiscal ye	ar 2006-07, local	school		
administrative units will be required to share in the co	ost beginning in f	iscal year		
2007-08.	7			

#### **Fiscal Detail and Notes**

This bill includes General Fund appropriations totaling \$3,110,809 in fiscal year 2006-07 to the Department of Education for the costs associated with increasing the minimum teachers' salary to \$30,000 per year. Of that amount, \$2,894,943 is provided to the General Purpose Aid for Local Schools program (GPA) and \$215,866 is provided to the Teacher Retirement program to increase the employer contributions of the normal cost component of the Maine State Retirement System associated with the salary increase.

LD 1968, the 2006-2007 Supplemental Budget, eliminated the proposal to establish a minimum salary of \$30,000 for certified teachers for the school year starting after June 30, 2006. Of the \$3.6 million that had been available within

the fiscal year 2006-07 GPA program to support the increase in teacher salaries, LD 1968 used \$2.9 million to fund transition adjustments for certain eligible school administrative units, leaving approximately \$0.7 million remaining to fund the salary increase. With only \$0.7 million available within the GPA funding, an additional General Fund appropriation is required for the balance.