

1 2 3	(EMERGENCY) FIRST REGULAR SESSION
4 5	ONE HUNDRED AND TWELFTH LEGISLATURE
6 7	Legislative Document No. 127
8 9 10	H.P. 102 House of Representatives, January 22, 1985 Reference to the Committee on Education suggested and ordered printed.
10	EDWIN H. PERT, Clerk Presented by Representative Vose of Eastport.
13 14	STATE OF MAINE
15 16 17	IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-FIVE
18 19 20 21 22	AN ACT to Count all Students Living on Federal or State Property as Residents of the District but not Residents of a Municipality.
23 24 25	Emergency preamble. Whereas, Acts of the Legis- lature do not become effective until 90 days after adjournment unless enacted as emergencies; and
26 27 28	Whereas, the fiscal year for the new school bud- get will start before 90 days after the end of the Legislature; and
29 30	Whereas, the distribution of the local costs should comply with the new law; and
31 32 33 34 35 36	Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preser- vation of the public peace, health and safety; now, therefore,

1 Be it enacted by the People of the State of Maine as 2 follows:

3 20-A MRSA §1301, sub-§2, as enacted by PL 1981, 4 c. 693, §§5 & 8, is amended to read:

5 2. Residents on federal property or state prop-6 erty. For the purposes of this chapter only, a district shall count students residing on land under the 7 control of the Federal Government, or on a federal 8 9 military reservation, who are eligible under United States Public Law 81-874, or on state property, as 10 11 residents of the district but not as residents of a 12 municipality.

Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect on July 1, 1985.

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STATEMENT OF FACT

17 The intent of the School Finance Act is to equalize the mill rate costs for education among school 18 units with the State funding the difference between 19 20 the total subsidizable cost and the local mill rate share. In community school districts and school ad-21 22 ministrative districts, municipalities may diverge from the equal mill rate share and divide their 23 school district's local mill rate share partially on the basis of the number of students in each munici-24 25 26 pality. This means that a municipality with a rela-27 tively larger share of the district's students and 28 smaller share of the district's property will have to 29 contribute more than the State's established local 30 mill rate share. The additional amount will be indi-31 rectly given to the municipality which has proportionately more of the district's property than stu-dents to reduce its mill rate share. The present 32 33 34 language of the Maine Revised Statutes, section 1301, subsection 2, overrides the local formula and reestablishes the State's intent for students on fed-35 and 36 37 eral property who are eligible for federal money under United States Public Law 81-874. The present 38 bill extends this override to all students on federal 39 40 and state property.

1 Federal and state property is not taxed. The 2 School Finance Act limits the local share to a local 3 mill rate on taxable property and provides state aid 4 for additional subsidizable per student expenditures. 5 The change will make sure this aid goes to keep the 6 mill rate of the unit with the students at the 7 State's established mill rate and not divert the aid 8 to other municipalities with more property and fewer 9 students in the district.

10 There is no additional cost to the State. There 11 is an adjustment among municipalities in community 12 school districts or school administrative districts 13 with local cost-sharing formulas which use numbers of 14 students in their formulas. It will bring the munic-15 ipalities in these districts closer to the State's 16 intended equalized mill rate and limit the indirect 17 diversion of state subsidy from the municipalities 18 with the relatively larger number of students and smaller property base to municipalities with the smaller number of students and larger property base. 19 20

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