

L.D. 2045

(Filing No. H- 1022)

STATE OF MAINE HOUSE OF REPRESENTATIVES 115TH LEGISLATURE SECOND REGULAR SESSION

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COMMITTEE AMENDMENT "H" to H.P. 1433, L.D. 2045, Bill, "An Act Concerning Funding of Indian Schools under the Act to Implement the Maine Indian Claims Settlement"

Amend the bill by striking out everything after the enacting 18 clause and before the statement of fact and inserting in its place the following:

'Sec. 1. 30 MRSA §6211, sub-§2, as enacted by PL 1979, c. 732, 22 §§1 and 31, is amended to read:

24 2. Limitation on eligibility. In computing the extent to which either the Passamaquoddy Tribe or the Penobscot Nation is entitled to receive state funds under subsection 1, other than 26 funds in support of education, any moneys money received by the respective tribe or nation from the United States within 28 substantially the same period for which state funds are provided, 30 for a program or purpose substantially similar to that funded by the State, and in excess of any local share ordinarily required 32 by state law as a condition of state funding, shall must be deducted in computing any payment to be made to the respective tribe or nation by the State. <u>Unless otherwise provided by</u> 34 federal law, in computing the extent to which either the Passamaguoddy Tribe or the Penobscot Nation is entitled to 36 receive state funds for education under subsection 1, the state payment must be reduced by 15% of the amount of federal funds for 38 school operations received by the respective tribe or nation within substantially the same period for which state funds are 40 provided, and in excess of any local share ordinarily required by state law as a condition of state funding. A reduction in state 42 funding for secondary education may not be made under this section except as a result of federal funds received within 44 substantially the same period and allocated or allocable to secondary education. This subsection is repealed June 30, 1998. 46

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COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "H" to H.P. 1433, L.D. 2045

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Sec. 2. 30 MRSA §6211, sub-§2-A is enacted to read:

2-A. Limitation on eligibility. In computing the extent to which either the Passamaquoddy Tribe or the Penobscot Nation is entitled to receive state funds under subsection 1, any money received by the respective tribe or nation from the United States within substantially the same period for which state funds are provided, for a program or purpose substantially similar to that funded by the State, and in excess of any local share ordinarily required by state law as a condition of state funding, must be deducted in computing any payment to be made to the respective tribe or nation by the State. This subsection takes effect July 1, 1998, and applies to state education funding beginning in fiscal year 1998-99.

Sec. 3. Report. On or before February 1, 1997, the school systems affected by this Act shall submit a report prepared by 18 the system's independent financial auditor to the Department of 20 Education and the joint standing committee of the Legislature having jurisdiction over education matters. The report must 22 describe the effect of this Act during each of the fiscal years that have been completed since enactment of this Act by comparing how the affected schools were actually funded with how the same 24 schools would have maximized combined federal and state funding 26 under applicable laws without the amendment to the Maine Revised Statutes, Title 30, section 6211 made by this Act, listing for 28 each alternative the number of students at each affected school for which federal financial support was or would have been 30 received, the program under which it was or would have been received, the amount of the financial support and the impact of 32 those federal funds upon the state educational subsidy computed under the then-existing state law governing school financing. The Department of Education shall also submit a report by 34 February 1, 1997 to the joint standing committee of the 36 Legislature having jurisdiction over education matters describing the effect of this Act in each of the fiscal years that have been 38 completed since enactment of this Act.

 Sec. 4. Application; retroactivity. The Maine Revised Statutes, Title 30, section 6211, subsection 2, as amended by this Act,
applies to state education funding beginning in state fiscal year 1992-93. If this Act does not become effective before the
beginning of that fiscal year, this Act applies retroactively to state education funding beginning in fiscal year 1992-93.

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COMMITTEE AMENDMENT "" to H.P. 1433, L.D. 2045

Sec. 5. Effective date. This Act does not take effect unless, within 60 days after adjournment of the Legislature, the Secretary of State receives written notification by the Joint Tribal Council of the Passamaquoddy Tribe and by the Governor and council of the Penobscot Nation that the tribe and nation have agreed to the provisions of this Act pursuant to 25 United States Code, section 1725(e)(1), copies of which must be submitted by the Secretary of State to the Secretary of the Senate and the Clerk of the House of Representatives. In no event may this Act become effective until 90 days after adjournment of the Legislature.

Sec. 6. Appropriation. The following funds are appropriated from the General Fund to carry out the purposes of this Act.

1992-93

(\$76,859)

18 EDUCATION, DEPARTMENT OF

- 20 **General Purpose Aid for Local Schools**
- 22 All Other

Provides for the deappropriation of funds no longer needed due to the change in the Indian Land Claims offset adjustment.

FISCAL NOTE

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APPROPRIATIONS/ALLOCATIONS 34

General Fund

38 The Department of Education will realize General Fund savings of \$76,859 annually through fiscal year 1997-98, beginning in fiscal year 1992-93, to General Purpose Aid for 40 Local Schools as a result of the change in the Indian Land Claims This amount is deappropriated from General 42 Offset Adjustment. Purpose Aid for Local Schools.'

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COMMITTEE AMENDMENT

(\$76,859)

1992-93

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STATEMENT OF FACT

4 This amendment changes the percentage of federal funds that will be offset against state education funds from 25% to 15%, to б reflect the understanding reached by the Department of Education and Maine Indian Education relative to which funds are subject to offset under the law as enacted in the 8 amendment. This understanding must be reduced to writing in a memorandum of 10 understanding between the Department of Education and representatives of the affected Indian schools.

The amendment also provides for a repeal of the 15% offset 14 provision on June 30, 1998 and reenacts the offset law as it existed before enactment of the amendment. The amendment requires the tribal schools to submit a report to the Department 16 of Education and the Joint Standing Committee on Education by February 1, 1997, explaining the financial implications of the 18 law change. The Department of Education shall also submit a 20 report to the committee giving its findings on the operation of the law. 22

Finally, the amendment adds an appropriation section and a fiscal note to the bill.

Reported by the Committee on Judiciary Reproduced and distributed under the direction of the Clerk of the House 3/3/92 (Filing No. H-1022)