



116th MAINE LEGISLATURE

SECOND REGULAR SESSION-1994

Legislative Document

No. 1680

H.P. 1253

House of Representatives, January 11, 1994

An Act to Encourage Efficiency in School Spending.

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26. Reference to the Committee on Education suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative HATCH of Skowhegan. Cosponsored by Senator PARADIS of Aroostook and Representatives: CLEMENT of Clinton, DiPIETRO of South Portland, GWADOSKY of Fairfield, LEMKE of Westbrook, PENDLETON of Scarborough, PLOURDE of Biddeford, TARDY of Palmyra, VIGUE of Winslow.

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

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Sec. 1. 20-A MRSA §15613, sub-§9-A is enacted to read:

9-A. Efficiency savings. Notwithstanding subsection 9, any portion of an unallocated year-end balance resulting from efficiency savings may be retained by a school administrative unit subject to the following restrictions.

A. School administrative units shall submit a plan for efficiency savings to the department. The department shall verify the efficiency savings and designate the portion of the unallocated balance attributable to efficiency savings.

B. A school administrative unit may retain 75% of the unallocated balance attributable to efficiency savings.

C. Funds retained from efficiency savings may be used for basic programs and services for students. A school administrative unit may not use the funds to establish administrative positions.

STATEMENT OF FACT

This bill allows schools to retain 75% of the savings attributable to efficiency savings to fund basic programs and services for students. Administrative positions may not be funded with efficiency savings.

32 Under current law, unallocated balances in excess of 3% of a school unit's previous year school budget must be used to reduce 34 the state and local shares of education subsidy. This bill would exempt unallocated balances that are a result of efficiency 36 savings from that requirement.

This document has not yet been reviewed to determine the need for cross-reference, stylistic and other technical
amendments to conform existing law to current drafting standards.

L.D.1680