



118th MAINE LEGISLATURE

FIRST SPECIAL SESSION-1997

Legislative Document

No. 1769

H.P. 1250

House of Representatives, April 10, 1997

An Act to Authorize Additional Adjustments to the State Share of School Funding.

Reference to the Committee on Education and Cultural Affairs suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative DESMOND of Mapleton. Cosponsored by Senator KILKELLY of Lincoln and Representatives: BELANGER of Caribou, SIROIS of Caribou, STEDMAN of Hartland, Senators: O'GARA of Cumberland, PARADIS of Aroostook.

	Be it enacted by the People of the State of Maine as follows:
2	Sec. 1. 20-A MRSA §15607, sub-§5, as enacted by PL 1983, c.
4	859, Pt. G, §2 and affected by §4, is repealed.
б	Sec. 2. 20-A MRSA $\$15607$, sub- $\$11$, as amended by PL 1987, c. 850, $\$2$ and affected by $\$5$, is repealed.
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10	Sec. 3. 20-A MRSA $\$15612$, sub- $\$2$, as amended by PL 1989, c. 697, $\$2$ and 3 and affected by $\$5$, is repealed.
12	Sec. 4. 20-A MRSA §15612, sub-§13, as enacted by PL 1989, c. 875, Pt. E, §32, is amended to read:
14	13. Adjustment limitations. The amounts of the adjustments
16	paid to school administrative units or municipalities in subsections 1, 2, 4, 6, 7, 10, 11 and 12 are limited to the
18	amounts appropriated by the Legislature for these adjustments.
20	Sec. 5. 20-A MRSA §15612-A is enacted to read:
22	<u>§15612-A. Additional adjustments</u>
24	Adjustments to the state share of the foundation allocation must be made as provided in this section, regardless of the
26	amount raised for the local share of the foundation allocation for operating costs.
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30	1. State share; minimum contribution. The state share of
30	<u>subsidized education costs statewide may not fall below 50% in any given year.</u>
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	2. Administrative consolidation incentive adjustments. The
34	following provisions apply to incentives for administrative consolidation.
36	<u>consorraderon.</u>
	A. A school administrative unit qualifies for an
38	administrative consolidation incentive adjustment if unit
40	administrative costs were reduced in the base year as the result of one or more schools within the unit consolidating
10	administrative services and sharing administrative costs.
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	B. The adjustment must be an amount equal to 5% of the
44	<u>amounts payable to a school administrative unit pursuant to this chapter and chapter 606-A.</u>
46	CHIS CHapter and Chapter 000-A.
	<u>C. The amount of the adjustment may not be used to fund</u>
48	administrative costs, but must be dedicated to the salary and benefit costs of certified teachers within those schools
50	involved in the unit's administrative consolidation.

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3. Repayment of reduced funds in fiscal year 1991-92. The commissioner shall pay to each school administrative unit the amounts withheld from that unit in fiscal year 1991-92 pursuant to section 15610, subsection 1, paragraphs E and F. Repayment must be made over a 5-year period beginning in fiscal year 1997-98.

4. State funding of learning results. The commissioner 8 shall propose any legislation necessary to provide 100% state funding for costs that school administrative units incur in 10 implementing the system of learning results established pursuant to the quidelines contained in section 6209 and the combination 12 of state and local student assessments described in Public Law 1995, chapter 649, section 8. 14

16 5. Adjustment limitations. The amounts of the adjustments paid to school administrative units or municipalities in subsections 1 to 4 are limited to the amounts appropriated by the 18 Legislature for those adjustments.

Sec. 6. 20-A MRSA §15613, sub-§4, as amended by PL 1989, c. 104, Pt. C, §§8 and 10, is repealed.

Sec. 7. 20-A MRSA §15613, sub-§15, as enacted by PL 1989, c. 875, Pt. E, §33, is amended to read:

15. Disbursement limitations. The funds disbursed in accordance with subsections-4-and subsection 5 are limited to the amounts appropriated by the Legislature for these purposes.

Sec. 8. School construction funding; moratorium. The State Board of Education may not approve projects for state construction aid 32 until a statewide school facilities inventory and an independent evaluation are completed. A one-year moratorium on school 34 construction project approval must be imposed for fiscal year 1997-98. 36

SUMMARY

The purpose of this bill is to amend the adjustment 42 provisions of the school finance laws. This bill accomplishes the following.

It requires the state share of subsidizable education 1. 46 costs statewide to be at least 50% annually.

48 It establishes a 5% incentive adjustment to promote 2. administrative consolidation of schools within а school administrative unit. 50

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3. It requires the Commissioner of Education to repay each school administrative unit the amounts withheld from that unit in
fiscal year 1991-92 and establishes a 5-year repayment period beginning in fiscal year 1997-98.

4. It requires the commissioner to propose the legislation
8 necessary to provide 100% state funding for any costs that school administrative units incur in implementing the system of learning
10 results.

12 5. It establishes a one-year moratorium on new school construction funds until a statewide school facilities inventory 14 and an independent evaluation are completed.

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6. It repeals the provisions related to adjustments for geographic isolation and nonpublic school service.

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