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·~~	L.D. 870
2	DATE: 4/6/2000 (Filing No. 5-657)
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б	EDUCATION AND CULTURAL AFFAIRS
8	Reported by:
10	Reproduced and distributed under the direction of the Secretary of the Senate.
12	STATE OF MAINE
14	SENATE 119TH LEGISLATURE
16	SECOND REGULAR SESSION
18	COMMITTEE AMENDMENT " $A$ " to S.P. 298, L.D. 870, Bill, "An
20	Act to Improve School Safety and Learning Environments"
22	Amend the bill by striking out everything after the enacting clause and before the summary and inserting in its place the
24	following:
26	Sec. 1. 20-A MRSA $15607$ , sub- $3$ , as repealed and replaced by PL 1999, c. 401, Pt. GG, $3$ , is amended to read:
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30	3. Appropriation for the state share of adjustments, debt service and foundation; single account. Appropriate the
32	necessary funds for the State's share for general purpose aid for local schools with a separate amount for each of the following
34	components:
36	A. Adjustments described in section 15602, subsection 13; section 15612; and section 15613, except section 15613,
38	subsection 13, including an appropriation for special education pupils placed directly by the State for:
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42	<ol> <li>Tuition and board for pupils placed directly by the State in accordance with rules adopted or amended by the commissioner; and</li> </ol>
44	(2) Special educational tuition and other tuition for
46	residents of state-operated institutions attending programs in school administrative units or private
48	schools in accordance with rules adopted or amended by the commissioner;
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Debt service subsidies described in section 15611. Β. If 2 the appropriation for debt service differs from the amount determined in accordance with section 15611, subsection 2, 4 then the debt service millage limit specified in section 15611, subsection 1 may be adjusted up or down as necessary; and б 8 с. Foundation subsidies described in section 15610 and section 15613, subsection 13 and in chapter 606-A. 10 Sec. 2. 20-A MRSA §15905, sub-§1, ¶A, as repealed and replaced 12 by PL 1997, c. 469,  $\S$ 2, is amended to read: 14 The state board may approve projects as long as no Α. project approval will cause debt service costs, as defined 16 in section 15603, subsection 8, paragraph A, to exceed the maximum limits specified in Table 1 in subsequent fiscal 18 years. 20 Table 1 22 Maximum Debt Service Limit Fiscal year 24 1990 \$ 48,000,000 1991 \$ 57,000,000 \$ 65,000,000 26 1992 1993 \$ 67,000,000 28 1994 \$ 67,000,000 1995 \$ 67,000,000 30 1996 \$ 67,000,000 1997 \$ 67,000,000 1998 \$ 67,000,000 32 1999 \$ 69,000,000 2000 \$ 72,000,000 34 2001 \$ 74,000,000 36 2002 \$ 74,000,000 2003 \$ 80,000,000 38 2004 \$ 80,000,000 2005 \$ 84,000,000 40 Sec. 3. 20-A MRSA §15905, sub-§1, ¶A-1, as repealed and replaced by PL 1987, c. 803, §§2 and 5, is amended to read: 42 Beginning with the second regular session of the 44 A-1. Legislature in fiscal year 1990 and every other year thereafter, on or before March 1st, the commissioner shall 46 recommend to the Legislature and the Legislature shall establish maximum debt service limits for the next biennium 48 2 biennia for which debt service limits have not been set. 50

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Sec. 4. State Board of Education study of "debt service circuit breaker." The State Board of Education shall study the so-called "debt service circuit breaker" and report back to the joint standing committee of the Legislature having jurisdiction over education matters by December 14, 2001 with findings and policy recommendations regarding the most equitable manner to calculate the debt service circuit breaker. In studying this matter, the State Board of Education shall address the following issues:

10 1. Whether the current millage limit established for the debt service circuit breaker is a reasonable limit; 12

 Whether a school administrative unit that is involved
 with more than one school construction project may have additional school construction projects considered as part of the
 calculation of the local school administrative unit's debt service for the purpose of the debt service circuit breaker; and

Whether a school administrative unit that is involved in
 a locally financed school construction project may have the
 locally financed school construction project and any additional
 school construction projects that are financed with state support
 considered as part of the calculation of the local school
 administrative unit's debt service for the purpose of the debt
 service circuit breaker.'

Further amend the bill by inserting at the end before the summary the following:

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### 'FISCAL NOTE

Increasing the debt service limit from \$74,000,000 to 34 \$80,000,000 in fiscal year 2002-03 and from \$80,000,000 to \$84,000,000 in fiscal year 2004-05 will result in additional 36 General Fund debt service costs to the Department of Education, General Purpose Aid for Local Schools program beginning in fiscal 38 year 2003-04. Future additional General Fund appropriations, estimated to be \$4,200,000 in fiscal year 2003-04 and \$7,000,000 40 in fiscal year 2004-05, will be required for these additional debt service costs.

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 The State Board of Education will incur some minor
 44 additional costs to conduct the study and submit the required report. These costs can be absorbed within the board's existing
 46 budgeted resources.'

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COMMITTEE AMENDMENT "A" to S.P. 298, L.D. 870

#### **SUMMARY**

This amendment strikes and replaces the bill. The amendment clarifies that the Legislature must make separate decisions regarding the specific amounts of General Fund appropriations that are allocated to the foundation, debt service and adjustment components of the General Purpose Aid to Local Schools account.

The amendment also increases the school construction 10 debt service limit over the next 2 biennia to \$74,000,000 in fiscal year 2001-02 and to \$80,000,000 for fiscal year 2002-03 12 and fiscal year 2003-04 and further increases the school construction debt service limit to \$84,000,000 in fiscal year 14 2004-05.

16 The amendment directs the State Board of Education to study the so-called "debt service circuit breaker" and to report back 18 to the joint standing committee of the Legislature having jurisdiction over education matters with policy recommendations 20 by December 14, 2001.

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The amendment also adds a fiscal note to the bill.

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