MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)



120th MAINE LEGISLATURE

FIRST REGULAR SESSION-2001

Legislative Document

No. 60

H.P. 51

House of Representatives, January 9, 2001

Millient M. Mac Failand

An Act to Require Full Funding of the State's Share of General Purpose Aid.

Reference to the Committee on Appropriations and Financial Affairs suggested and ordered printed.

MILLICENT M. MacFARLAND, Clerk

Presented by Representative BAKER of Bangor. Cosponsored by Senator CATHCART of Penobscot and Representatives: BROOKS of Winterport, DESMOND of Mapleton, DUPLESSIE of Westbrook, McDONOUGH of Portland, McKEE of Wayne.

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

Sec. 1. 20-A MRSA §15603, sub-§26-A, ¶F, as amended by PL 1999, c. 401, Pt. GG, §2, is further amended to read:

F. If for any fiscal year the total amount appropriated for the State's share of the total allocation is less than the amount specified in the certified funding level for that year, then all subsidizable costs except as noted in subparagraphs (1) and, (2) and (3) are reduced by a percentage of the original cost amounts. The reduction percentage is the smallest percentage that results in a state share of the total allocation that does not exceed the amount appropriated for this purpose, except that the reduction percentage that would ordinarily be used for operating and program costs must be reduced for the purpose of computing state subsidy for transportation operating costs as defined in subsection 29. Until fiscal year 2000-01, the reduction percentage ordinarily used for transportation operating costs must be reduced by the amount necessary to provide additional state subsidy equal to \$4,500,000 for this category of costs. The statewide adjustment factor under section 15654, subsection paragraph B must be adjusted by an amount sufficient to this additional funding for program Beginning in fiscal year 1999-00, the reduction percentage must be phased out over 4 years. In fiscal year 1999-00, the reduction percentage for program costs other than transportation operating costs must be 15.88%. It is the intent of the Legislature that the reduction percentage for all program costs be lowered to 0% in fiscal year 2001-02 and the insured value factor be lowered to 9.97% in fiscal year 2000-01, to 4.98% in fiscal year 2001-02 and to 0% in fiscal year 2002-03. Beginning in fiscal year 2000-01, if appropriation and any increase in the mill rate determined by the Legislature to be needed under section 15653 are not sufficient to achieve both the targeted reduction percentage and the targeted per pupil guarantee, as defined in section 15653, then the per pupil guarantee must advance toward the targeted per pupil quarantee in the same proportion as the reduction percentage, as defined in this section, is lowered toward the targeted reduction percentage. The following subsidizable costs may not be reduced:

- (1) Principal and interest on approved school construction costs; and
- (2) Approved lease costs +: and

50

2

6

8

10

12

14

16

18

20

22

24

26

28

30

32

34

36

38

40

42

44

46

48

	(3) Actual	local prog	ram costs	as defined	in paragraph
	<u>B.</u>				
from	Sec. 2. Appropriathe General Fund				
		,			2001-02
EDU	CATION, DEPART	MENT OF			
	ral Purpose Aid for l Schools				
	All Other				\$8,700,000
	Provides funds t share of program	_	ınd the St	ate's	
		SUM	MARY		
subsi	The purpose of idy includes 1009				
incu	cred by school ac e share of actual	dministrati	ve units.	Under th	is bill, the
is,	the subsidy perce:	ntage reduc	ction perc	entages for	
Gener	cal Fund appropria	tions for	the Genera	al Purpose A	Aid for Local
progr	ram costs. Curre	-			