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		L.D. 1391			
2	DATE: 5-20-03	(Filing No. S- 219)			
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6	EDUCATION AND CULTURAL AFFAIRS				
8	Reported by: Minority				
10	Reproduced and distributed under of the Senate.	the direction of the Sec	retary		
12	STATE OF MAINE				
14	SENATE 121ST LEGISLATURE				
16	FIRST REGULAR SESSION				
18	COMMITTEE AMENDMENT "A" to	SP 461 [.D. 1301 Bil	יא <u>יי</u> ן		
20	Act To Approve Public Charter Sch		1, AII		
22	Amend the bill by inserting after section 6 the following:				
24	'Sec. 7. Appropriations and allocations ar		llowing		
26	EDUCATION, DEPARTMENT OF				
28	28				
30	Impact Aid Fund				
32	units with fewer than 600 students that have been affected by the				
34					
36	Other Special Revenue Funds All Other	2003–04 2 \$500	2004–05 \$500		
38					
40	Other Special Revenue Funds	Total \$500	\$500		
42	Charter school fund				
		location to establish a c			
44	school fund to support activi effective charter school program	-	ing an		
46					

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COMMITTEE AMENDMENT

	COMMITTEE AMENDMENT "A" to S.P. 461, L.I	0. 1391				
	Other Special Revenue Funds	2003-04	2004-05			
2	All Other	\$500	\$500			
4	Other Special Revenue Funds Total	\$500	\$500			
6	EDUCATION, DEPARTMENT OF DEPARTMENT TOTALS	2003-04	2004-05			
8						
10	OTHER SPECIAL REVENUE FUNDS	\$1,000	\$1,000			
10	DEPARTMENT TOTAL - ALL FUNDS	\$1,000	\$1,000'			
12		~ -, ~ ~ -	~ - <i>,</i> ~			
14	SUMMARY					
16	This amendment adds an appropr section to the bill.	iations and	allocations			
18						
20	FISCAL NOTE REQU (See attached)	IRED				

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COMMITTEE AMENDMENT



Approved: 05/16/03 mac

121st Maine Legislature Office of Fiscal and Program Review

LD 1391 An Act To Approve Public Charter Schools in Maine

LR 0960(02) Fiscal Note for Bill as Amended by Committee Amendment ' S 219 Committee: Education and Cultural Affairs Fiscal Note Required: Yes Minority Report

Fiscal Note

Undetermined current biennium cost increase - General Fund

	2003-04	2004-05	Projections 2005-06	Projections 2006-07
Appropriations/Allocations				
Other Special Revenue Funds	\$1,000	\$1,000	\$1,000	\$1,000

Fiscal Detail and Notes

This bill establishes charter schools as a new type of public school that will be part of the State's program of public education. The requirement that all state and local funding associated with operating, program and special education costs follow each child to the charter school the child attends will result in a significant redistribution of the funds available from the General Purpose Aid for Local Schools program. The impact to individual school units can not be determined at this time. Additionally, although this bill defines charter schools as a "school administrative unit" and therefore allows charter schools to be eligible for General Purpose Aid for Local Schools, it is not clear how the charter schools will raise the local share required in order to receive state subsidy. The additional cost to the Department of Education and the State Board of Education associated with implementing this legislation can not be determined at this time.

This bill establishes the Charter School Fund within the Department of Education to obtain funds from private and public sources to support activities related to developing an effective charter school program in the State. This bill includes Other Special Revenue Funds base allocations of \$500 in fiscal years 2003-04 and 2004-05 for the Department of Education to establish the Charter School Fund.

This bill also establishes the Impact Aid Fund within the Department of Education to provide financial support to school administrative units with fewer than 600 students who may have been negatively impacted by the establishment of a public charter school in their area and authorizes the Department to contribute \$50,000 per year for the next four years. This legislation allows funds to be transferred from the Charter School Fund to support the Impact Aid Fund. However, it is unclear whether sufficient funds will be available from the Charter School Fund for

Impact Aid Fund. However, it is unclear whether sufficient funds will be available from the Charter School Fund for this purpose. The ability of the Department to contribute \$50,000 to this fund without additional General Fund appropriations can not be determined at this time. This bill includes an additional Other Special Revenue Fund base allocation of \$500 in fiscal year 2003-04 and \$500 in fiscal year 2004-05 for the Department of Education to establish the Impact Aid Fund.

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Finally, this bill allows for teachers in a non-charter school who are members of the Maine State Retirement System and take a leave of absence to teach in a charter school to continue to participate in the retirement system while on leave. Although this legislation is not clear who will be responsible for the cost, the employee and employer contribution rate for those teachers must continue to be paid.