

# 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)

8MG  
ROFS

L.D. 130

Date: 5/28/2013

(Filing No. S-128)

2

3

## EDUCATION AND CULTURAL AFFAIRS

4

Reproduced and distributed under the direction of the Secretary of the Senate.

5

### STATE OF MAINE

6

### SENATE

7

### 126TH LEGISLATURE

8

### FIRST REGULAR SESSION

9

10

COMMITTEE AMENDMENT "A" to S.P. 51, L.D. 130, Bill, "An Act To Stabilize Education Funding by Reducing the Impact of Changes in Property Valuation"

11

12

Amend the bill by striking out everything after the enacting clause and inserting the following:

13

14

15

'Sec. 1. 20-A MRSA §15672, sub-§23, as amended by PL 2005, c. 2, Pt. D, §36 and affected by §§72 and 74 and affected by c. 12, Pt. WW, §18, is repealed and the following enacted in its place:

16

**23. Property fiscal capacity.** "Property fiscal capacity" means:

17

18

A. Prior to fiscal year 2014-15, the certified state valuation for the year prior to the most recently certified state valuation;

19

20

B. For fiscal year 2014-15, the average of the certified state valuations for the 2 most recent years prior to the most recently certified state valuation; and

21

22

23

C. For fiscal year 2015-16 and each subsequent fiscal year, the average of the certified state valuations for the 3 most recent years prior to the most recently certified state valuation.'

24

### SUMMARY

25

26

27

28

29

30

31

This amendment strikes and replaces the bill, which is a concept draft. This amendment stabilizes state funding for education by requiring the property fiscal capacity component of the essential programs and services funding formula to be based on a 2-year average of the property values of the municipalities included in a school administrative unit in fiscal year 2014-15 and to be based on a 3-year average of the property values of the municipalities included in a school administrative unit in fiscal year 2015-16 and each succeeding fiscal year.

FISCAL NOTE REQUIRED

(See attached)

# COMMITTEE AMENDMENT



# 126th MAINE LEGISLATURE

LD 130

LR 627(02)

**An Act To Stabilize Education Funding by Reducing the Impact of Changes in Property Valuation**

**Fiscal Note for Bill as Amended by Committee Amendment**

**A" (S-128)**

**Committee: Education and Cultural Affairs**

**Fiscal Note Required: Yes**

---

## Fiscal Note

No State fiscal impact

### Fiscal Detail and Notes

Requiring the property fiscal capacity component of the school funding formula to be based on a 2-year average of the property values of a municipality included in a school administrative unit (SAU) in fiscal year 2014-15 and a 3-year average in fiscal year 2015-16 and succeeding fiscal years instead of the certified state valuation for the year prior to the most recently certified state valuation as defined in current law will not change the total state and local cost of K-12 public education or the state's share of that cost. It may, however, affect the required local contribution for specific local school administrative units and, therefore, the amount of state subsidy received by each SAU. The impact to individual SAU's can not be determined at this time.