PROPOSED AMENDMENTS TO REENGROSSED SENATE BILL NO. 2154

That the House recede from its amendments as printed on pages 1210-1224 of the Senate Journal and pages 1369-1383 of the House Journal and that Reengrossed Senate Bill No. 2154 be amended as follows:

Page 1, line 1, after the first comma insert "15.1-27-05,"

Page 1, line 3, after the second comma insert "the school district equalization factor,"

Page 1, after line 13, insert:

"SECTION 2. AMENDMENT. Section 15.1-27-05 of the North Dakota Century Code is amended and reenacted as follows:

15.1-27-05. (Effective through June 30, 2004) School district equalization factor. To determine the amount of payments due a school district, the superintendent of public instruction shall add the tuition apportionment payments, per student payments, special education aid, transportation aid, and teacher compensation payments for which a school district is eligible and from that total subtract the following:

- 1. The product of thirty-two mills times the latest available net assessed and equalized valuation of property in the district-:
- 2. The amount by which the unobligated general fund balance of the district on the preceding June thirtieth is in excess of seventy-five percent of its actual expenditures plus twenty thousand dollars-; and
- 3. If the total mills levied by the district for general fund purposes, plus the total mills levied for high school transportation and high school tuition purposes is fewer than one hundred forty mills, the number of mills by which the district's levies are below one hundred forty mills multiplied by the taxable valuation of property in the district.

(Effective after June 30, 2004) School district equalization factor. To determine the amount of payments due a school district, the superintendent of public instruction shall add the tuition apportionment payments, per student payments, special education aid, transportation aid, and teacher compensation payments for which a school district is eligible and from that total subtract the following:

- 1. The product of thirty-two mills times the latest available net assessed and equalized taxable valuation of property in the district-;
- 2. The amount by which the unobligated general fund balance of the district on the preceding June thirtieth is in excess of fifty percent of its actual expenditures, plus twenty thousand dollars-; and
- 3. If the total mills levied by the district for general fund purposes, plus the total mills levied for high school transportation and high school tuition purposes is fewer than one hundred forty mills, the number of mills by which the district's levies are below one hundred forty mills multiplied by the taxable valuation of property in the district."

Page 7, replace lines 30 and 31 with:

- "<u>1.</u> The superintendent of public instruction shall calculate the average valuation of property per student by dividing the number of students in average daily membership in grades one through twelve in a high school district into the <u>sum of</u>:
 - <u>a.</u> <u>The</u> district's latest available net assessed and equalized taxable valuation of property-; plus
 - b. All tuition payments and county and unrestricted federal revenue received by the district, divided by the total of the district's general fund levy, high school transportation levy, and high school tuition levy.
- 2. If the quotient is less than the latest available statewide average taxable valuation per student and if the district's educational expenditure per student is below the most recent available statewide average cost of education per student, the superintendent of public instruction shall:
- **1.** <u>a.</u> Determine the difference between the latest available statewide average taxable valuation per student and the average taxable valuation per student in the high school district;
- <u>b.</u> Multiply the result determined under subsection 1 subdivision a by the number of students in average daily membership in grades one through twelve in the high school district;
- 3. <u>c.</u> Multiply the result determined under subsection 2 <u>subdivision b</u> by the number of general fund mills levied by the district in excess of one hundred fifty, provided that any mills levied by the district which are in excess of two hundred ten may not be used in this calculation; and
- 4. <u>d.</u> Multiply the result determined under subsection 3 by thirty percent subdivision c by a factor calculated by the superintendent of public instruction which results in the expenditure over the course of the biennium of the full amount provided for the purpose of this section.
 - e. The result is the supplemental payment to which a high school district is entitled, in addition to any other amount provided under chapter 15.1-27."

Page 8, remove lines 1 through 29

Page 9, remove lines 1 through 10

Page 10, replace lines 24 through 28 with:

"SECTION 8. SUPPLEMENTAL PAYMENTS - DISTRIBUTION. The

superintendent of public instruction shall distribute from the grants - state school aid line item in Senate Bill No. 2013, as approved by the fifty-eighth legislative assembly, an amount for supplemental payments under section 5 of this Act equal to the amount that payments to school districts have been reduced as the result of the application of subsection 3 of section 15.1-27-05." Renumber accordingly