

SUMMARY OF PROPOSED EDUCATION FUNDING BILL DRAFT [15.0291.03000]

Section	Caption	Description		
1.	Amendment. Section 15-39.1-28. (Effective for the first two taxable years beginning after December 31, 2012) Tax levy for teachers' retirement.	Addresses the suspension imposed by 2013 House Bill No. 1013		
2.	Amendment. Section 15.1-06-04. School calendar - Length.	<ul style="list-style-type: none"> • Requires two days of professional development during the 2015-16 school year. • Requires three days of professional development beginning with the 2016-17 school year. 		
3.	Amendment. Section 15.1-09-47. (Effective for the first two taxable years beginning after December 31, 2012) Board of education of city of Fargo - Taxing authority.	Addresses the suspension imposed by 2013 House Bill No. 1013		
4.	Amendment. Section 15.1-09-48. (Effective for the first two taxable years beginning after December 31, 2012) Board of education of city of Fargo - Tax collection.	Addresses the suspension imposed by 2013 House Bill No. 1013		
5.	Amendment. Section 15.1-27-03.1. (Effective July 1, 2015 - June 30, 2016) Weighted average daily membership - Determination.	2013-15 Factor	Proposed Factor	Purpose
		1.00	0.60	Migrant summer program
		0.20	0.20	Home education student monitoring
		0.30	0.40	English language learner Level I
		0.20	0.27	English language learner Level II
		0.25	0.25	Clarifies that alternative high school is available to students under the age of 21 who are enrolled in grades 9-12
		0.25	0.20	At-risk calculation is changed so that the determination is based on the percentage of grade 3-8 students who are at risk and is applied to that percentage of students in K-3
		0.20	0.00	Cross-border attendance
		0.15	0.15	At-risk middle school (grades 6-8)
		0.025	0.025	At-risk calculation is based on the percentage of students in grades 3-8 who are at risk and is applied to that percentage of students in grades 4-12, rather than in K-12
		0.006	0.00	PowerSchool
		0.00	0.01	Third day of professional development
		0.00	0.005	Fourth day of professional development
		0.00	0.005	Fifth day of professional development
		0.0020	0.0022	Regional education associations
Additional criteria:				
<ul style="list-style-type: none"> • A student may not be counted for both alternative middle school and at-risk. • A student may be counted for both English language learner and at-risk. • Factor for professional development is available only if the activities are preapproved by the Superintendent of Public Instruction. 				

Section	Caption	Description																								
6.	Amendment. Section 15.1-27-03.2. (Effective through June 30, 2015) School district size weighting factor - Weighted student units.	Addresses the expiration date imposed by 2013 House Bill No. 1013																								
7.	Amendment. Section 15.1-27-04.1. (Effective through June 30, 2015) Baseline funding - Establishment - Determination of state aid.	<table border="1"> <thead> <tr> <th data-bbox="863 285 1016 345">2013-14</th> <th data-bbox="1016 285 1169 345">2014-15 Current</th> <th data-bbox="1169 285 1323 345">2015-16 Proposed</th> <th data-bbox="1323 285 1476 345">2016-17 Proposed</th> <th data-bbox="1476 285 2013 345">Purpose</th> </tr> </thead> <tbody> <tr> <td data-bbox="863 345 1016 375">\$8,810</td> <td data-bbox="1016 345 1169 375">\$9,092</td> <td data-bbox="1169 345 1323 375">\$9,482</td> <td data-bbox="1323 345 1476 375">\$9,766</td> <td data-bbox="1476 345 2013 375">Biennial funding level</td> </tr> <tr> <td data-bbox="863 375 1016 404">102%</td> <td data-bbox="1016 375 1169 404">104%</td> <td data-bbox="1169 375 1323 404">106%</td> <td data-bbox="1323 375 1476 404">108%</td> <td data-bbox="1476 375 2013 404">Biennial baseline funding minimum</td> </tr> <tr> <td data-bbox="863 404 1016 435">110%</td> <td data-bbox="1016 404 1169 435">120%</td> <td data-bbox="1169 404 1323 435">130%</td> <td data-bbox="1323 404 1476 435">140%</td> <td data-bbox="1476 404 2013 435">Biennial baseline funding maximum</td> </tr> </tbody> </table>	2013-14	2014-15 Current	2015-16 Proposed	2016-17 Proposed	Purpose	\$8,810	\$9,092	\$9,482	\$9,766	Biennial funding level	102%	104%	106%	108%	Biennial baseline funding minimum	110%	120%	130%	140%	Biennial baseline funding maximum				
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8.	Amendment. Section 15.1-27-04.2. (Effective through June 30, 2015) State aid - Minimum local effort - Determination.	Addresses the expiration date imposed by 2013 House Bill No. 1013																								
9.	Amendment. Section 15.1-27-35.3. (Effective through June 30, 2015) Payments to school districts - Unobligated general fund balance.	Addresses the expiration date imposed by 2013 House Bill No. 1013 <ul style="list-style-type: none"> • For 2015-17 ending fund balance capped at 40 percent + \$20,000. • For 2017-18+ ending fund balance capped at 35 percent + \$20,000. 																								
10.	Amendment. Section 15.1-27-45. (Effective through June 30, 2015) Property tax relief fund.	Addresses the expiration date imposed by 2013 House Bill No. 1013																								
11.	Amendment. Section 15.1-30-04. (Effective for the first two taxable years beginning after December 31, 2012) Provision of meals and lodging for high school students - Payment permitted.	Addresses the suspension imposed by 2013 House Bill No. 1013																								
12.	Amendment. Section 15.1-36-02. (Effective through June 30, 2015) School construction loans - Revolving fund.	Addresses the expiration date imposed by 2013 House Bill No. 1013 Creates a "school construction loan fund" to account for available dollars from several sources: <ul style="list-style-type: none"> • \$50 million from coal development trust fund (1979+). • \$150 million from the strategic investment and improvements fund (2013+). • \$125 million from the strategic investment and improvements fund for districts that meet requirements of the section and demonstrate 3 years of increasing average daily membership (2015+). • \$100 million contingent transfer from the strategic investment and improvements fund (as per Section 25) if all other moneys have been committed. 																								
13.	Amendment. Section 40-55-08. (Effective for the first two taxable years beginning after December 31, 2012) Election to determine desirability of establishing recreation system - How called.	Addresses the suspension imposed by 2013 House Bill No. 1013																								
14.	Amendment. Section 40-55-09. (Effective for the first two taxable years beginning after December 31, 2012) Favorable vote at election - Procedure.	Addresses the suspension imposed by 2013 House Bill No. 1013																								

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15.	Amendment. Section 57-15-01.1. (Effective for the first two taxable years beginning after December 31, 2012) Protection of taxpayers and taxing districts.	Addresses the suspension imposed by 2013 House Bill No. 1013
16.	Amendment. Section 57-15-14. (Effective for the first two taxable years beginning after December 31, 2012) Voter approval of excess levies in school districts.	Addresses the suspension imposed by 2013 House Bill No. 1013
17.	Amendment. Section 57-15-14.2. (Effective for the first two taxable years beginning after December 31, 2012) School district levies.	Addresses the suspension imposed by 2013 House Bill No. 1013 <ul style="list-style-type: none"> • Prior year levy + 12 percent up to 70 mills. • 12 mills miscellaneous. • 3 mills special reserve fund. • Mills necessary for tuition.
18.	Amendment. Section 57-15-17. (Effective through June 30, 2015) Disposition of building fund tax.	Addresses the expiration date imposed by 2013 House Bill No. 1013
19.	Amendment. Section 57-15-31. (Effective for the first two taxable years beginning after December 31, 2012) Determination of levy.	Addresses the suspension imposed by 2013 House Bill No. 1013
20.	Amendment. Section 57-19-01. (Effective through June 30, 2015) School district - Establishment of special reserve fund.	Addresses the expiration date imposed by 2013 House Bill No. 1013
21.	Amendment. Section 57-19-02. (Effective through June 30, 2015) Special reserve fund - Transfer.	Addresses the expiration date imposed by 2013 House Bill No. 1013
22.	Amendment. Section 57-19-09. (Effective through June 30, 2015) Special reserve fund - Correction of error.	Addresses the expiration date imposed by 2013 House Bill No. 1013
23.	Grants - English Language Learners.	\$2.5 million for six school districts having the largest Level I and Level II English language learner populations
24.	Transfer.	\$125 million from the strategic investment and improvements fund for school construction (See Section 13 - Amendment of Section 15.1-36-02)
25.	Contingent Transfer.	\$100 million from the strategic investment and improvements fund if all other moneys have been committed (See Section 12 - Amendment of Section 15.1-36-02)
26.	Repeal.	<ul style="list-style-type: none"> • Section 15.1-27-04* Per student payment rate. • Section 15.1-27-07.2 Baseline funding - Determination - Minimum and maximum allowable increases. • Section 15.1-27-11* Equity payments. • Section 15.1-27-22.1* Distribution of remaining moneys.

Section	Caption	Description
		<ul style="list-style-type: none"> • Section 15.1-27-42* Military installation school districts - Eligibility for state aid and equity payments. • Section 15.1-27-43* Reorganized district - Continuation of equity payment. • Section 15.1-27-44* Dissolved district - Continuation of equity payment. • Section 15.1-32-20* School district financing - Levy (for special education). • Section 57-15-14.4* School district mill levies for bonded indebtedness excepted. • Section 57-15-14.5 Long-distance learning and educational technology fund levy. (Transfer to school district general fund on July 1, 2013.) • Section 57-15-17.1 Discontinuation of special funds - Required transfers.(Hazardous substance abatement fund, remodeling fund, alternative education program fund, and HVAC upgrade fund levies - Transfer to school district general fund on July 1, 2013.) • Section 57-19-04* May levy tax beyond levy limitations. (Special reserve fund levy.) • Chapter 57-64* Mill levy reduction program. <p>*These sections were suspended by 2013 House Bill No. 1013.</p>