

305 municipality's school district, to represent that school district; and

306 (Bb) require allocation of the existing district's assets and liabilities among the new
307 district, the remaining district, and the municipality's school district.

308 (IV) The existing district shall continue to provide educational services to the isolated
309 area until July 1 of the second calendar year following the local school board general election
310 date described in Subsection ~~[(3)]~~ (5)(a)(i).

311 (4) A qualifying city or interlocal agreement participant shall ensure that a feasibility
312 study under this section:

313 (a) considers the present revenues of the area within the proposed new school district
314 and calculates the five-year projected average annual revenue for the proposed new school
315 district;

316 (b) considers the present costs of the area within the proposed new school district and
317 calculates the five-year projected average annual cost, including overhead, of governmental
318 services in the proposed new school district including:

319 (i) operation and maintenance;

320 (ii) capital outlay;

321 (iii) debt service; ~~H→~~ ~~[and]~~ ~~←H~~

322 (iv) school lunch; ~~H→~~ ~~and~~

322a (v) administrative personnel costs ~~←H~~

323 (c) assumes a level and quality of school district services to be provided to the
324 proposed new school district in the future that ~~S→~~ :

324a ~~(i)←S~~ fairly and reasonably approximates the level and

325 quality of school district services being provided to the existing school district at the time of
326 the feasibility study; and

326a ~~S→~~ (ii) provides sufficient school buildings and capital infrastructure to allow all students
326b ~~within the proposed new school district to attend school within the geographical boundaries of~~
326c ~~the proposed new school district; and~~ ~~←S~~

327 (d) assumes the same tax categories and tax rates as currently imposed by the existing
328 school district.

329 ~~[(3)]~~ (5) (a) If a proposal under this section is approved by voters:

330 (i) an election shall be held at the next regular general election to elect:

331 (A) members to the local school board of the existing school district whose terms are
332 expiring;

333 (B) all members to the local school board of the new school district; and

334 (C) all members to the local school board of the remaining district;

335 (ii) the assets and liabilities of the existing school district shall be divided between the