

1 **MINIMUM SCHOOL PROGRAM BASE BUDGET**

2 **AMENDMENTS**

3 2006 GENERAL SESSION

4 STATE OF UTAH

5 **Chief Sponsor: Howard A. Stephenson**

6 House Sponsor: Gordon E. Snow

7

8 **LONG TITLE**

9 **General Description:**

10 This bill provides base funding for the Minimum School Program.

11 **Highlighted Provisions:**

12 This bill:

13 ▶ establishes a ceiling for the state contribution to the maintenance and operations
14 portion of the Minimum School Program for fiscal year 2006-07 of ~~⌘→ [\$1,858,118,140]~~

14a \$1,861,814,020 ←⌘ ;

15 ▶ appropriates \$27,288,900 to the State Board of Education for fiscal year 2006-07 for
16 school building aid programs for school districts; and

17 ▶ makes technical corrections.

18 **Monies Appropriated in this Bill:**

19 This bill appropriates for fiscal year 2006-07:

20 ▶ ~~⌘→ [\$1,848,198,140]~~ \$1,851,894,020 ←⌘ from the Uniform School Fund;

21 ▶ \$9,920,000 from the Interest and Dividends Account; and

22 ▶ \$27,288,900 from the Uniform School Fund for school building aid programs.

23 **Other Special Clauses:**

24 This bill takes effect on July 1, 2006.

25 **Utah Code Sections Affected:**

26 AMENDS:

27 **53A-17a-104**, as last amended by Chapters 9 and 184, Laws of Utah 2005



28 **53A-17a-135**, as last amended by Chapter 9, Laws of Utah 2005

29 **53A-21-105**, as last amended by Chapter 9, Laws of Utah 2005

30

31 *Be it enacted by the Legislature of the state of Utah:*

32 Section 1. Section **53A-17a-104** is amended to read:

33 **53A-17a-104. Amount of state's contribution toward minimum school program.**

34 (1) The total contribution of the state toward the cost of the minimum school program
 35 may not exceed the sum of [~~\$1,794,543,275~~] ~~H~~→ [~~\$1,858,118,140~~] \$1,861,814,020 ←~~H~~
 35a for the fiscal year beginning July

36 1, [~~2005~~] 2006, except as otherwise provided by the Legislature through supplemental
 37 appropriations.

38 (2) There is appropriated from state and local funds for fiscal year [~~2005-06~~] 2006-07
 39 for distribution to school districts and charter schools, in accordance with this chapter, monies
 40 for the following purposes and in the following amounts:

41 (a) basic program - kindergarten, [~~\$50,992,200 (22,365)~~] \$53,990,400 (23,680 WPU)s);

42 (b) basic program - grades 1-12, [~~\$1,014,932,880 (445,146)~~] \$1,054,680,120 (462,579
 43 WPU)s);

44 (c) basic program - professional staff, [~~\$99,273,480 (43,541)~~] \$100,112,520 (43,909
 45 WPU)s);

46 (d) basic program - administrative costs, [~~\$3,789,360 (1,662)~~] \$3,714,120 (1,629
 47 WPU)s);

48 (e) basic program - necessarily existent small schools and units for consolidated
 49 schools, [~~\$17,779,440 (7,798)~~] \$17,439,720 (7,649 WPU)s);

50 (f) special education - regular program - add-on WPU for students with disabilities,
 51 [~~\$125,076,240 (54,858)~~] \$128,621,640 (56,413 WPU)s);

52 (g) preschool special education program, [~~\$16,509,480 (7,241)~~] \$18,600,240 (8,158
 53 WPU)s);

54 (h) self-contained regular WPU, [~~\$28,999,320 (12,719)~~] \$30,326,280 (13,301 WPU)s);

55 (i) extended year program for severely disabled, [~~\$813,960 (357)~~] \$836,760 (367
 56 WPU)s);

57 (j) special education programs in state institutions and district impact aid, [~~\$3,196,560~~
 58 (~~1,402~~] \$3,290,040 (1,443 WPU)s);

- 59 (k) applied technology and technical education district programs, ~~Ĥ→~~ [~~\$54,943,440~~
 59a ~~\$56,537,160~~ ~~←Ĥ~~ (~~Ĥ→~~ [~~24,098~~] ~~24,797~~ ~~←Ĥ~~
 60 WPU(s)), including \$985,880 for summer applied technology agriculture programs;
 61 (l) applied technology district set-aside, ~~Ĥ→~~ [~~\$2,348,400~~] ~~\$2,416,800~~ ~~←Ĥ~~ (~~Ĥ→~~ [~~1,030~~
 61a ~~1,060~~ ~~←Ĥ~~ WPU(s));
 62 (m) class size reduction, ~~Ĥ→~~ [~~\$70,162,440~~] [~~\$76,196,200~~] ~~\$72,196,200~~ ~~←Ĥ~~ (~~Ĥ→~~ [~~30,773~~
 62a ~~31,665~~ ~~←Ĥ~~ WPU(s));
 63 (n) Social Security and retirement programs, [~~\$272,224,533~~] ~~\$281,412,356~~;
 64 (o) pupil transportation to and from school, \$59,058,267, of which not less than
 65 \$2,050,537 shall be allocated to the Utah Schools for the Deaf and Blind to pay for
 66 transportation costs of the schools' students;
 67 (p) guarantee transportation levy, \$500,000;
 68 (q) Local Discretionary Block Grant Program, \$21,820,748;
 69 (r) Interventions for Student Success Block Grant Program, \$15,842,347;
 70 (s) Quality Teaching Block Grant Program, \$59,428,023;
 71 (t) highly impacted schools, \$5,123,207;
 72 (u) at-risk programs, \$26,557,600;
 73 (v) adult education, \$7,630,805;
 74 (w) accelerated learning programs, \$8,999,293;
 75 (x) electronic high school, \$1,000,000;
 76 (y) School LAND Trust Program, \$9,920,000;
 77 (z) state-supported voted leeway, [~~\$175,975,385~~] ~~\$188,681,176~~;
 78 (aa) state-supported board leeway, [~~\$48,387,919~~] ~~\$52,330,428~~;
 79 (bb) charter schools, pursuant to Section 53A-1a-513, [~~\$12,559,950~~] ~~\$21,552,450~~;
 80 (cc) K-3 Reading Improvement Program, \$12,500,000; and
 81 (dd) state-supported board leeway for K-3 Reading Improvement Program,
 82 \$15,000,000.

83 Section 2. Section **53A-17a-135** is amended to read:

84 **53A-17a-135. Minimum basic tax rate -- Certified revenue levy.**

85 (1) (a) In order to qualify for receipt of the state contribution toward the basic program
 86 and as its contribution toward its costs of the basic program, each school district shall impose a
 87 minimum basic tax rate per dollar of taxable value that generates [~~\$225,872,138~~] ~~\$232,483,090~~
 88 in revenues statewide.

89 (b) The preliminary estimate for the [~~2005-06~~] 2006-07 minimum basic tax rate is

90 [~~001702~~] .001593.

91 (c) The State Tax Commission shall certify on or before June 22 the rate that generates
92 [~~\$225,872,138~~] \$232,483,090 in revenues statewide.

93 (d) If the minimum basic tax rate exceeds the certified revenue levy as defined in
94 Section 53A-17a-103, the state is subject to the notice requirements of Section 59-2-926.

95 (2) (a) The state shall contribute to each district toward the cost of the basic program in
96 the district that portion which exceeds the proceeds of the levy authorized under Subsection
97 (1).

98 (b) In accord with the state strategic plan for public education and to fulfill its
99 responsibility for the development and implementation of that plan, the Legislature instructs
100 the State Board of Education, the governor, and the Office of Legislative Fiscal Analyst in each
101 of the coming five years to develop budgets that will fully fund student enrollment growth.

102 (3) (a) If the proceeds of the levy authorized under Subsection (1) equal or exceed the
103 cost of the basic program in a school district, no state contribution shall be made to the basic
104 program.

105 (b) The proceeds of the levy authorized under Subsection (1) which exceed the cost of
106 the basic program shall be paid into the Uniform School Fund as provided by law.

107 Section 3. Section **53A-21-105** is amended to read:

108 **53A-21-105. State contribution to capital outlay programs.**

109 (1) As an ongoing appropriation subject to future budget constraints, there is
110 appropriated from the Uniform School Fund for fiscal year [~~2005-06~~] 2006-07, \$27,288,900 to
111 the State Board of Education for the capital outlay programs created in Section 53A-21-102.

112 (2) Of the monies appropriated in Subsection (1), the State Board of Education shall
113 distribute:

114 (a) \$24,358,000 in accordance with the Capital Outlay Foundation Program described
115 in Section 53A-21-103; and

116 (b) \$2,930,900 in accordance with the Enrollment Growth Program described in
117 Section 53A-21-103.5.

118 Section 4. **Appropriation.**

119 (1) As an ongoing appropriation subject to future budget constraints, there is
120 appropriated from the Uniform School Fund for fiscal year 2006-07, \$2,500,000 to the State

121 Board of Education for the Public Education Job Enhancement Program created in Section
122 53A-1a-601.

123 (2) The monies appropriated in Subsection (1) shall be used to provide:

124 (a) signing bonuses to attract new teachers who have at least a baccalaureate degree in
125 mathematics, physics, chemistry, physical science, learning technology, ~~§~~ [or] ~~§~~ information
126 technology; ~~§~~ , or special education ~~§~~ or

127 (b) scholarships for teachers to cover tuition costs for a master's degree, an
128 endorsement, or graduate education in mathematics, physics, chemistry, physical science,
129 learning technology, or information technology ~~§~~ , or special education ~~§~~ .

130 (3) The money appropriated in Subsection (1) is nonlapsing.

131 Section 5. **Effective date.**

132 This bill takes effect on July 1, 2006.

Legislative Review Note
as of 12-16-05 9:24 AM

Based on a limited legal review, this legislation has not been determined to have a high probability of being held unconstitutional.

Office of Legislative Research and General Counsel

State Impact

For fiscal year 2007 this bill appropriates \$1,875,487,040 from Uniform School Funds; \$9,920,000 from Uniform School Fund restricted - Interest and Dividends Account; and \$470,804,680 from Local Revenues for a total of \$2,356,211,720.

Included in the appropriations are \$27,288,900 in Uniform School Funds for School Building Programs. The bill allows use of non-lapsing balances in FY 2007 for certain purposes.

The Minimum School Program is appropriated \$2,328,922,820 of which \$1,848,198,140 is from the Uniform School Fund; \$9,920,000 from the Uniform School fund - Interest and Dividends Account; and an estimated \$470,804,680 from Local revenues. Funding for the Minimum School Program is an increase of \$74,498,543 from the current 2006 fiscal year estimated expenditures of \$2,254,424,277. The Uniform School Fund appropriation is \$61,074,865 more than the FY 2006 estimated funding and Local Funds are an increase of \$24,002,678. The Minimum School Program funding is a 3.3 percent increase over fiscal year 2006. The Weighted Pupil Unit value remains at \$2,280.

Funding increases in the bill include: Student Growth, \$59,436,743, Charter School growth, \$8,992,500; and Voted and Board Leeway program growth, \$16,648,300

The basic tax rate for local district participation in the State Supported Minimum School program has been adjusted from .001702 to .001593.

	<u>FY 2007</u> <u>Approp.</u>	<u>FY 2008</u> <u>Approp.</u>	<u>FY 2007</u> <u>Revenue</u>	<u>FY 2008</u> <u>Revenue</u>
Uniform School Fund	\$1,875,487,040	\$0	\$0	\$0
Uniform School Fund Restr	\$9,920,000	\$0	\$0	\$0
Local Revenue	\$470,804,680	\$0	\$0	\$0
TOTAL	\$2,356,211,720	\$0	\$0	\$0

Individual and Business Impact

Individuals and Businesses may benefit from associated dealings with school districts.
