

## **126th MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2013

**Legislative Document** 

No. 667

H.P. 459

House of Representatives, February 26, 2013

An Act To Increase Funding to Schools

(EMERGENCY)

Reference to the Committee on Education and Cultural Affairs suggested and ordered printed.

Millicent M. Mac Jailand

MILLICENT M. MacFARLAND Clerk

Presented by Representative MAKER of Calais. Cosponsored by President ALFOND of Cumberland and Representatives: HARLOW of Portland, JACKSON of Oxford, MacDONALD of Old Orchard Beach, McCLELLAN of Raymond, PEASE of Morrill, WEAVER of York, WERTS of Auburn, WINCHENBACH of Waldoboro.

- 1 **Emergency preamble. Whereas,** acts and resolves of the Legislature do not 2 become effective until 90 days after adjournment unless enacted as emergencies; and
- 3 **Whereas,** continuing budgetary conditions limit the ability of state and local 4 governments to fund the full cost of the components of essential programs and services as 5 required under the school funding laws; and

6 **Whereas,** a provision of law will be repealed June 30, 2013 that protects a school 7 administrative unit from a reduction of state subsidy if the unit raises less than the 8 percentage of the total cost of essential programs and services required under the school 9 funding laws as long as the unit raises at least the same percentage of the local share as 10 the State raises of the State's share; and

11 **Whereas,** it is necessary to continue this protection provided to school 12 administrative units by replacing the repealed provision before June 30, 2013; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

## 17 Be it enacted by the People of the State of Maine as follows:

- 18 Sec. 1. 20-A MRSA §15690, sub-§1, ¶D, as amended by PL 2011, c. 655, Pt. C,
   19 §12, is repealed and the following enacted in its place:
- 20 D. In any fiscal year in which the sum of the State's contribution toward the cost of 21 the components of essential programs and services, exclusive of federal funds that are provided and accounted for in the cost of the components of essential programs and 22 services, falls below the State's target of 55% of the cost of the components of 23 24 essential programs and services, the commissioner shall calculate the percentage of the State's 55% share that is funded by state appropriations and, notwithstanding any 25 26 other provision of this paragraph, a school administrative unit may not have the 27 amount of its state subsidy limited or reduced under paragraph C if the school 28 administrative unit:
- 29 (1) In fiscal year 2013-14, raises at least the same percentage of its required local
   30 contribution to the total cost of funding public education from kindergarten to
   31 grade 12, including state-funded debt service, as the State's contribution toward
   32 its 55% share of the cost of the components of essential programs and services;
- (2) In fiscal year 2014-15, raises the same percentage of its required local
  contribution to the total cost of funding public education from kindergarten to
  grade 12, including state-funded debt service, as the State's contribution toward
  its 55% share of the cost of the components of essential programs and services
  plus 33% of the difference between that percentage and 100% of its required
  local contribution; and
- 39(3) In fiscal year 2015-16, raises the same percentage of its required local40contribution to the total cost of funding public education from kindergarten to

1grade 12, including state-funded debt service, as the State's contribution toward2its 55% share of the cost of the components of essential programs and services3plus 66% of the difference between that percentage and 100% of its required4local contribution.

5 This paragraph is repealed June 30, 2016.

8

6 **Emergency clause.** In view of the emergency cited in the preamble, this 7 legislation takes effect when approved.

## SUMMARY

9 This bill amends the law that provides for a proportional share reduction in the 10 amount of local share revenues that municipalities must raise under the Essential 11 Programs and Services Funding Act when the State does not fund the 55% state share 12 required by law. The bill phases out the proportional share reduction over a 3-year period 13 from fiscal year 2014-15 to fiscal year 2016-17.