



1995 SENATE BILL 155

April 26, 1995 - Introduced by Senators MOEN and BRESKE, cosponsored by Representatives R. YOUNG, SCHNEIDERS, KREIBICH, BALDUS, GRONEMUS, HUBER, HASENOHRL, WILDER and TURNER. Referred to Committee on Education and Financial Institutions.

1 **AN ACT to create** 121.91 (4) (d) of the statutes; **relating to:** increasing a school
2 district's revenue limit by its additional consolidation aid.

Analysis by the Legislative Reference Bureau

Current law limits the increase in the total amount of revenue that a school district may receive from general school aids and property taxes in the 1993-94 to 1997-98 school years. In the 1993-94 school year, the maximum allowable increase per pupil was \$190 or the rate of inflation, whichever was greater. Beginning in the 1994-95 school year, the \$190 per pupil amount is adjusted each year by the rate of inflation. Several exceptions are provided. For example, if a school district increases the services that it provides by adding responsibility for providing a service transferred to it from another governmental unit, its revenue limit is increased by the cost of that service.

This bill provides that a school district's revenue limit is increased by an amount equal to the additional state aid that a school district created by the consolidation of 2 or more school districts is receiving as a result of the consolidation. Under current law, the primary and secondary guaranteed valuations of a school district created by consolidation are increased by 10% in the school year in which the consolidation takes effect and in each of the subsequent 4 school years, resulting in additional state school aid.

For further information see the *local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

3 **SECTION 1.** 121.91 (4) (d) of the statutes is created to read:

