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State of Misconsin 2015 - 2016 LEGISLATURE

LRBa2031/1 FFK:cjs

ASSEMBLY AMENDMENT 10, TO ASSEMBLY BILL 751

February 9, 2016 - Offered by Representative POPE.

At the locations indicated, amend the bill as follows:

- 1. Page 1, line 8: after "program" insert "; counting low-income pupils for state school aid purposes; calculating the amount to be appropriated for state general school aid; school aid factors; special adjustment aids; hold harmless aid; per pupil aid; school district revenue limits; the first dollar and school levy property tax credits; and making an appropriation".
 - **2.** Page 2, line 1: before that line insert:
 - **"Section 1a.** 20.255 (2) (ac) of the statutes is amended to read:

20.255 (2) (ac) General equalization aids. The amounts in the schedule A sum sufficient for the payment of educational aids under ss. 121.08, 121.09, 121.095, 121.105, 121.137 and subch. VI of ch. 121 equal to the amount determined by the joint committee on finance under s. 121.15 (3m) (c) in the 2016–17 fiscal year and

1 biennially thereafter, and equal to the amount determined by law in the 2017-18 2 fiscal year and biennially thereafter. 3 **Section 1b.** 20.255 (2) (ag) of the statutes is repealed. 4 **Section 1c.** 20.255 (2) (bg) of the statutes is created to read: 5 20.255 (2) (bg) Hold harmless aid. A sum sufficient for hold harmless aid to 6 school districts under s. 121.10. **Section 1d.** 79.10 (4) of the statutes is amended to read: 7 8 79.10 (4) SCHOOL LEVY TAX CREDIT. Except as provided in sub. (5m), the amount 9 appropriated under s. 20.835 (3) (b) shall be distributed to municipalities in 10 proportion to their share of the sum of average school tax levies for all municipalities. 11 No municipality shall receive a payment under this subsection after 2017. 12 **Section 1e.** 79.10 (5m) of the statutes is amended to read: 13 79.10 (5m) First dollar credit. Each municipality shall receive, from the 14 appropriation under s. 20.835 (3) (b), an amount determined by multiplying the 15 school tax rate by the estimated fair market value, not exceeding the value 16 determined under sub. (11) (d), of every parcel of real property with improvements that is located in the municipality. No municipality shall receive a payment under 17 18 this subsection after 2017. 19 **Section 1f.** 79.14 of the statutes, as affected by 2015 Wisconsin Act 55, is 20 amended to read: 21**79.14 School levy tax credit.** The appropriation under s. 20.835 (3) (b), for 22 the payments under s. 79.10 (4), is \$319,305,000 in 1994, 1995, and 1996; 23 \$469,305,000 beginning in 1997 and ending in 2006; \$593,050,000 in 2007; 24 \$672,400,000 in 2008; \$747,400,000 in 2009; \$732,550,000 in 2010, 2011, and 2012;

1	\$747,400,000 in 2013, 2014, and 2015; and \$853,000,000 in 2016 and in each year
2	thereafter 2017 .
3	SECTION 1g. 79.15 of the statutes is amended to read:
4	79.15 Improvements credit. The total amount paid each year to
5	municipalities from the appropriation account under s. 20.835 (3) (b) for the
6	payments under s. 79.10 (5m) is \$75,000,000 in 2009, \$145,000,000 in 2010, and
7	\$150,000,000 in 2011, 2012, 2013, 2014, 2015, 2016, and in each year thereafter
8	<u>2017</u> .
9	Section 1h. 115.437 of the statutes, as affected by 2015 Wisconsin Act 55, is
10	repealed.".
11	3. Page 7, line 15: after that line insert:
12	"Section 19c. 121.004 (7) (a) of the statutes is amended to read:
13	121.004 (7) (a) "Pupils enrolled" is the total number of pupils, as expressed by
14	official enrollments, in all schools of the school district, except as provided in pars.
15	(b) to (f) (g) . If such total contains a fraction, it shall be expressed as the nearest whole
16	number. The same method shall be used in computing the number of pupils enrolled
17	for resident pupils, nonresident pupils or both.
18	Section 19d. 121.004 (7) (g) of the statutes is created to read:
19	121.004 (7) (g) A pupil who satisfies the income eligibility criteria for a free or
20	reduced-price lunch under 42 USC 1758 (b) (1) shall be counted as the number
21	specified in this subsection for the pupil plus an additional 30 percent of that number.
22	Section 19e. 121.07 (6) (d) of the statutes is amended to read:
23	121.07 (6) (d) The "secondary ceiling cost per member" in the $2001-02$ $2016-17$
24	school year and in each school year thereafter is an amount determined by dividing

the state total shared cost in the previous school year by the state total membership in the previous school year and multiplying the result by 0.90.

Section 19f. 121.10 of the statutes is created to read:

- **121.10 Hold harmless aid. (1)** In this section, "state aid" means the sum of the following:
- (a) The payments made to a school district under ss. 121.08 and 121.105 and subch. VI.
 - (b) The payments that would be made to a school district under s. 121.136 if s. 121.136 were still applicable.
 - (c) The amount that would be received by a school district under s. 79.10 (4) and (5m) if s. 79.10 (4) and (5m) were still applicable.
 - (2) (a) Except as provided in par. (b), in the 2016-17 school year, if a school district would receive less in equalization aid under s. 121.08 in the current school year before any adjustment is made under s. 121.15 (4) (b) than it would have received in state aid in the current school year, the department shall pay to the school district the amount equal to the difference.
 - (b) If a school district from which territory was detached to create a new school district under s. 117.105 would receive in equalization aid under s. 121.08 in the school year beginning on the first July 1 following the effective date of the reorganization less than the amount determined as follows, the department shall pay to the school district the difference between the former amount and the amount determined as follows:
 - 1. Divide the school district's membership in the preceding school year by the school district's membership in the 2nd preceding school year.

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2. Multiply the amount of state aid that would have been received by the school
district in the preceding school year, as adjusted under s. $121.15 (4) (b)$ in the current
school year, by the quotient under subd. 1.

- (3) In the school year in which a school district consolidation takes effect under s. 117.08 or 117.09 and in each of the subsequent 4 school years, if the consolidated school district's equalization aid is less than the aggregate state aid to which the consolidating school districts would have been eligible in the school year prior to the school year in which the consolidation takes effect, the department shall pay the difference to the consolidated school district.
- (4) Additional aid under this section shall be paid from the appropriation under s. 20.255 (2) (bg). No aid may be paid under this section after the 2016–17 school year.

Section 19g. 121.105 (2) (am) 1. of the statutes is amended to read:

121.105 (2) (am) 1. Except as provided in subd. 2., if a school district would receive less in state aid in the current school year before any adjustment is made under s. 121.15 (4) (b) than an amount equal to 85% 90 percent of the amount of state aid that it received in the previous school year, as adjusted under s. 121.15 (4) (b) in the current school year, its state aid for the current school year shall be increased to an amount equal to 85% 90 percent of the state aid received in the previous school year.

SECTION 19h. 121.105 (2) (am) 2. (intro.) of the statutes is amended to read:

121.105 (2) (am) 2. (intro.) If a school district from which territory was detached to create a new school district under s. 117.105 would receive in state aid in the school year beginning on the first July 1 following the effective date of the reorganization less than 85 90 percent of the amount determined as follows, its state aid in the school year beginning on the first July 1 following the effective date of the reorganization

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shall be increased to an amount equal to 85 90 percent of the amount determined as 1 2 follows: 3 **Section 19j.** 121.105 (5) of the statutes is created to read: 4 121.105 (5) A school district's state aid in any school year may not be less than 5 an amount equal to \$3,000 multiplied by the school district's membership. **Section 19k.** 121.136 (3) of the statutes is created to read: 6 7 121.136 (3) No aid may be paid under this section after June 30, 2016. **SECTION 19L.** 121.15 (1m) (a) (intro.) and 3. of the statutes are consolidated, 8 9 renumbered 121.15 (1m) (a) and amended to read: 10 121.15 (1m) (a) Notwithstanding subs. (1) and (1g), a portion of state aid to 11 school districts shall be distributed as follows: Beginning beginning in the 12 1999–2000 2015–16 school year, annually the state shall pay to school districts, from 13 the appropriation under s. 20.255 (2) (ac), \$75.000,000 \$972,400,000 on the 4th 14 Monday in July of the following school year. 15 **Section 19m.** 121.15 (3m) of the statutes is created to read: 16 121.15 **(3m)** (a) In this subsection: 17 1. "Partial school revenues" means the sum of state school aids, property taxes 18 levied for school districts, and aid paid to school districts under s. 79.095 (4), less all of the following: 19 20 a. The amount of any revenue limit increase under s. 121.91 (4) (a) 2. due to a school board's increasing the services that it provides by adding responsibility for 2122 providing a service transferred to it from another school board.

b. The amount of any revenue limit increase under s. 121.91 (4) (a) 3.

d. The amount of any property taxes levied for the purpose of s. 120.13 (19).

c. The amount of any revenue limit increase under s. 121.91 (4) (h).

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Act (this act), is amended to read:

1	a. An amount agual to the amount estimated to be noted under a 110 00 (1) and
1	e. An amount equal to the amount estimated to be paid under s. 119.23 (4) and
2	(4m) multiplied by the sum of the applicable percentages specified in s. 121.08 (4) (b)
3	1. and 2.
4	f. The amount by which the property tax levy for debt service on debt that has
5	been approved by a referendum exceeds \$490,000,000.
6	2. "State school aids" means those aids appropriated under s. $20.255(1)(b)$ and
7	(2), other than s. 20.255 (2) (az), (fm), (fp), (fr), (fs), (fu), (fv), (k), and (m), and under
8	s. $20.285\ (1)\ (r)$ and (rc) , and those aids appropriated under s. $20.505\ (4)\ (es)$ and (s)
9	that are used to provide grants or educational telecommunications access to school
10	districts under s. 16.995 or 16.997 (7).
11	(b) By May 15, 2016, and annually by May 15 thereafter, the department, the
12	department of administration, and the legislative fiscal bureau shall jointly certify
13	to the joint committee on finance an estimate of the amount necessary to appropriate
14	under s. 20.255 (2) (ac) in the following school year to ensure that state school aids
15	equal the following portion of partial school revenues:
16	1. For the 2016–17 school year, 64.5 percent.
17	2. For the 2017–18 school year, 65.2 percent.
18	3. For the 2018–19 school year, 65.9 percent.
19	4. For the 2019-20 school year and each school year thereafter, two-thirds.
20	(c) By June 30, 2016, and biennially by June 30 thereafter, the joint committee
21	on finance shall determine the amount appropriated under s. 20.255 (2) (ac) in the
22	following school year.

Section 19n. 121.15 (3m) (a) 2. of the statutes, as created by 2015 Wisconsin

1	121.15 (3m) (a) 2. "State school aids" means those aids appropriated under s.
2	$20.255\ (1)\ (b)\ and\ (2),\ other\ than\ s.\ 20.255\ (2)\ (az),\ (fm),\ (fp),\ (fr),\ (fs),\ (fu),\ (fv),\ (k),\ (fr),\ (fr),$
3	and (m), and under s. 20.285 (1) (r) and (re), and those aids appropriated under s.
4	20.505 (4) (es) and (s) that are used to provide grants or educational
5	telecommunications access to school districts under s. 16.995 or 16.997 (7).
6	Section 19o. 121.90 (2) (am) 1. of the statutes is amended to read:
7	121.90 (2) (am) 1. Aid under ss. 121.08, 121.09, 121.10, 121.105, and 121.136
8	and subch. VI, as calculated for the current school year on October 15 under s. 121.15
9	(4) and including adjustments made under s. 121.15 (4).
10	SECTION 19p. 121.905 (1) of the statutes is amended to read:
11	121.905 (1) In this section, "revenue ceiling" means \$9,000 in the 2011-12
12	school year and in the 2012-13 school year and, \$9,100 in the 2013-14, 2014-15, and
13	2015-16 school year years, \$9,300 in the 2016-17 school year, and \$9,600 in any
14	subsequent school year.
15	Section 19q. 121.905 (3) (c) 6. of the statutes is amended to read:
16	121.905 (3) (c) 6. For the limit for the 2015-16 school year or any school year
17	thereafter, make no adjustment to the result under par. (b).
18	Section 19r. 121.905 (3) (c) 7. of the statutes is created to read:
19	121.905 (3) (c) 7. For the limit for the 2016-17 school year, add \$275 to the
20	result under par. (b)
21	Section 19s. 121.905 (3) (c) 8. of the statutes is created to read:
22	121.905 (3) (c) 8. For the limit for the 2017-18 school year and any school year
23	thereafter, add the result under s. 121.91 (2m) (j) 2. to the result under par. (b).
24	SECTION 19t. 121.91 (2m) (i) (intro.) of the statutes is amended to read:

1	121.91 (2m) (i) (intro.) Except as provided in subs. (3), (4), and (8), no school
2	district may increase its revenues for the 2015-16 school year or for any school year
3	thereafter to an amount that exceeds the amount calculated as follows:
4	SECTION 19u. 121.91 (2m) (im) of the statutes is created to read:
5	121.91 (2m) (im) Except as provided in subs. (3), (4), and (8), no school district
6	may increase its revenues for the 2016-17 school year to an amount that exceeds the
7	amount calculated as follows:
8	1. Divide the sum of the amount of state aid received in the previous school year
9	and property taxes levied for the previous school year, excluding property taxes
10	levied for the purpose of s. $120.13\ (19)$ and excluding funds described under sub. (4)
11	(c), by the average of the number of pupils enrolled in the 3 previous school years.
12	2. Add \$275 to the result under subd. 1.
13	3. Multiply the result under subd. 2. by the average of the number of pupils
14	enrolled in the current school year and the 2 preceding school years.
15	Section 19v. 121.91 (2m) (j) of the statutes is created to read:
16	121.91 (2m) (j) Except as provided in subs. (3), (4), and (8), no school district
17	may increase its revenues for the 2017-18 school year or for any school year
18	thereafter to an amount that exceeds the amount calculated as follows:
19	1. Divide the sum of the amount of state aid received in the previous school year
20	and property taxes levied for the previous school year, excluding property taxes
21	levied for the purpose of s. $120.13\ (19)$ and excluding funds described under sub. (4)
22	(c), by the average of the number of pupils enrolled in the 3 previous school years.
23	2. Multiply the amount of the revenue increase per pupil allowed under this
24	subsection for the previous school year by the sum of 1.0 plus the allowable rate of

increase under s. 73.0305 expressed as a decimal.

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- 3. Add the result under subd. 1. to the result under subd. 2.
- 4. Multiply the result under subd. 3. by the average of the number of pupils enrolled in the current and the 2 preceding school years.

SECTION 19w. 121.91 (2m) (r) 1. (intro.) of the statutes is amended to read:

121.91 (2m) (r) 1. (intro.) Notwithstanding pars. (c) to (i) (j), if a school district is created under s. 117.105, its revenue limit under this section for the school year beginning with the effective date of the reorganization shall be determined as follows except as provided under subs. (3) and (4):

SECTION 19x. 121.91 (2m) (r) 1. b. of the statutes is amended to read:

121.91 (2m) (r) 1. b. Add an amount equal to the amount of revenue increase per pupil allowed under this subsection for the previous school year multiplied by the sum of 1.0 plus the allowable rate of increase under s. 73.0305 expressed as a decimal to the result under subd. 1. a., except that in calculating the limit for the 2013–14 school year and the 2014–15 school year, add \$75 to the result under subd. 1. a., and in calculating the limit for the 2015–16 school year and any school year thereafter, make no adjustment to the result under subd. 1. a., in calculating the limit for the 2016–17 school year, add \$275 to the result under subd. 1. a., and in calculating the limit for the 2017–18 school year and any school year thereafter, add the amount calculated under s. 121.91 (2m) (j) 3. for that school year to the result under subd. 1. a.

Section 19y. 121.91 (2m) (s) 1. (intro.) of the statutes is amended to read:

121.91 **(2m)** (s) 1. (intro.) Notwithstanding pars. (e) to (i) (j), if territory is detached from a school district to create a new school district under s. 117.105, the revenue limit under this section of the school district from which territory is detached

for the school year beginning with the effective date of the reorganization shall be determined as follows except as provided in subs. (3) and (4):

SECTION 19z. 121.91 (2m) (s) 1. b. of the statutes is amended to read:

121.91 (2m) (s) 1. b. Add an amount equal to the amount of revenue increase per pupil allowed under this subsection for the previous school year multiplied by the sum of 1.0 plus the allowable rate of increase under s. 73.0305 expressed as a decimal to the result under subd. 1. a., except that in calculating the limit for the 2013–14 school year and the 2014–15 school year, add \$75 to the result under subd. 1. a., and in calculating the limit for the 2015–16 school year and any school year thereafter, make no adjustment to the result under subd. 1. a., in calculating the limit for the 2016–17 school year, add \$275 to the result under subd. 1. a., and in calculating the limit for the 2017–18 school year and any school year thereafter, add the amount calculated under s. 121.91 (2m) (j) 3. for that school year to the result under subd. 1. a.

SECTION 19zb. 121.91 (2m) (t) 1. (intro.) of the statutes is amended to read:

121.91 (2m) (t) 1. (intro.) If 2 or more school districts are consolidated under s. 117.08 or 117.09, except as follows, in the 2013–14 school year and the 2014–15 school year, the consolidated school district's revenue limit shall be determined as provided under par. (hm), and in the 2015–16 school year and in each school year thereafter, the consolidated school district's revenue limit shall be determined as provided under par. (i), in the 2016–17 school year, the consolidated school district's revenue limit shall be determined as provided under par. (im), and in the 2017–18 school year and in each school year thereafter, the consolidated school district's revenue limit shall be determined as provided under par. (j):".

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4. Page 8, line 1: after that line insert:

"Section 21d. Nonstatutory provisions.

(1) Secondary Guarantee. Notwithstanding section 121.07 (7) (b) of the statutes, for the purpose of setting the secondary guaranteed valuation per member in the 2016–17 school year, the department of public instruction shall treat the appropriation under section 20.255 (2) (ac) of the statutes as if an additional \$897,400,000 were appropriated in the 2016–17 fiscal year.

SECTION 21f. Fiscal changes.

(1) High poverty aid. In the schedule under section 20.005 (3) of the statutes for the appropriation to the department of public instruction under section 20.255 (2) (bb) of the statutes, as affected by the acts of 2015, the dollar amount is decreased by \$16,830,000 for the 2nd fiscal year of the fiscal biennium in which this subsection takes effect to decrease funding for the purposes for which the appropriation is made.

SECTION 21g. Initial applicability.

- (1) STATE AID. The treatment of sections 20.255 (2) (ac), 121.004 (7) (a) and (g), 121.07 (6) (d), and 121.105 (2) (am) 1. and 2. (intro.) and (5) of the statutes first applies to the distribution of school aid in, and the calculation of revenue limits for, the 2016–17 school year.
- (2) Delayed payment. The treatment of section 121.15 (1m) (a) (intro.) and 3. of the statutes first applies to the payment made under section 121.15 (1m) (a) of the statutes on the 4th Monday in July 2017.
- **SECTION 21h. Effective dates.** This act takes effect on the day after publication, except as follows:

5	(END)
4	section 121.15 (3m) (a) 2. of the statutes takes effect on July 1, 2017.".
3	(2) Payment of state aid; definition of state school aids. The amendment of
2	statutes takes effect on July 1, 2016.
1	(1) PER PUPIL AID. The treatment of sections 20.255 (2) (aq) and 115.437 of the