



State of Wisconsin
2015 - 2016 LEGISLATURE

LRB-0399/P2
MDK:kjf:jf

DOA:.....Kirschbaum, BB0016 - Performance funding

FOR 2015-2017 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; **relating to:** the budget.

Analysis by the Legislative Reference Bureau

EDUCATION

HIGHER EDUCATION

Current law requires the TCS Board to submit a plan to JCF for allocating general state aid to technical college districts based on performance with respect to specified criteria. Upon approval by JCF, the TCS Board must allocate the general state aid among the districts so that, by fiscal year 2016-17, 30 percent of the aid is allocated according to the plan and 70 percent is allocated according to a formula for equalizing the aid based on district property values. Under former law, all of the aid was allocated according to the equalization formula and, in fiscal year 2017-18, current law reverts to allocating all of the aid according to the equalization formula.

This bill eliminates the reversion to former law and, in fiscal year 2017-18, requires the TCS Board to allocate 40 percent according to the plan and 60 percent according to the equalization formula. Also, in fiscal year year 2018-19, the bill requires the TCS Board to allocate 50 percent according to the plan and 50 percent according to the equalization formula. Finally, in fiscal year 2019-20 and thereafter, the TCS Board must allocate 100 percent according to the plan.

For further information see the *state and 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:

SECTION 1. 38.28 (2) (b) of the statutes is renumbered 38.28 (2) (b) 1m., and 38.28 (2) (b) 1m. a., as renumbered, is amended to read:

38.28 (2) (b) 1m. a. The district's aidable cost shall be multiplied by the applicable percentage and this product shall be multiplied by the equalization index to determine state aids. In this ~~subdivision~~ subd. 1m. a., the "applicable percentage" is the percentage sufficient to generate total aid under this section that will fall within the range of 0.999 and 1.001 of the amount appropriated under s. 20.292 (1) (d), as determined by the board.

SECTION 2. 38.28 (2) (b) 2m. of the statutes is created to read:

38.28 (2) (b) 2m. This paragraph does not apply beginning July 1, 2019.

SECTION 3. 38.28 (2) (bm) 2. a. of the statutes is amended to read:

38.28 (2) (bm) 2. a. Except for the percentages of funding specified in this subdivision to be distributed under par. (be), ~~all of~~ the amount appropriated shall be distributed under par. (b).

SECTION 4. 38.28 (2) (bm) 2. e. of the statutes is created to read:

38.28 (2) (bm) 2. e. In fiscal year 2017–18, the percentage is 40 percent.

SECTION 5. 38.28 (2) (bm) 2. f. of the statutes is created to read:

38.28 (2) (bm) 2. f. In fiscal year 2018–19, the percentage is 50 percent.

SECTION 6. 38.28 (2) (bm) 2. g. of the statutes is created to read:

38.28 (2) (bm) 2. g. In fiscal year 2019–20 and thereafter, the percentage is 100 percent.

SECTION 7. 38.28 (2) (bs) of the statutes is amended to read:

38.28 **(2)** (bs) The board shall reduce each district's aid payment under par. (b) ~~2.~~ 1m. b., or the amount allocated to each district under the plan administered under par. (be) 2., by the district's share of the amount necessary to produce and distribute the statewide guide under s. 38.04 (18), as determined by the board.

(END)