

State of Misconsin 2003 - 2004 LEGISLATURE

## **2003 ASSEMBLY BILL 100**

February 26, 2003 – Introduced by Representatives Olsen, Bies, Grothman, Gunderson, Hahn, Hines, Hundertmark, Jensen, Jeskewitz, F. Lasee, J. Lehman, M. Lehman, McCormick, Owens, Seratti, Townsend and Travis. Referred to Committee on Education.

1 AN ACT *to create* 117.105 (1g), 117.105 (1m) (d) and 121.07 (1) (d) of the statutes; 2 **relating to:** state aid to school districts that are created from the territory of 3 one or more existing school districts.

### Analysis by the Legislative Reference Bureau

Current law provides a method for creating a new school district by detaching territory from one or more existing school districts. Because state school aid is based on a school district's prior year data, however, the new school district receives no state aid in its first year.

This bill provides that for the new school district's first year the Department of Public Instruction must compute state aid for the new school district, and for any school district from which territory was detached to create the new school district, as if the new school district had existed in the previous school year.

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:

- 4 **SECTION 1.** 117.105 (1g) of the statutes is created to read:
- 5 117.105 (1g) STATE AID ESTIMATE. Based upon the information provided to the
- 6 board under sub. (1), the department shall estimate the amount of state aid under

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s. 121.08 that each affected school district and the proposed school district would
 have received in the current school year if the proposed school district had existed
 in the previous school year, and shall notify the school board of each affected school
 district.

**SECTION 2.** 117.105 (1m) (d) of the statutes is created to read:

6 117.105 (1m) (d) For the purpose of apportioning assets and liabilities under
7 par. (b) or (c), state aid distributed under s. 121.15 in the school year beginning on
8 the effective date of the reorganization under this section is not an asset.

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**SECTION 3.** 121.07 (1) (d) of the statutes is created to read:

10 121.07 (1) (d) Notwithstanding par. (a), for the school year beginning on the 11 effective date of a reorganization under s. 117.105, the department shall compute 12state aid for any school district from which territory was detached to create a school 13district under s. 117.105, and for the school district created under s. 117.105, as if the 14school district created under s. 117.105 had been in existence on the preceding July 151. For the purpose of computing state aid, the department shall calculate each school 16 district's shared cost on the basis of the school district's share of the aggregate 17membership in all of the school districts.

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#### **SECTION 4. Initial applicability.**

(1) This act first applies to a school district reorganization initiated by a
petition filed under section 117.105 (1) (a) of the statutes, or by the adoption of the
first school board resolution under section 117.105 (1) (b) of the statutes, on the
effective date of this subsection.

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