

Adopted	Rejected
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COMMITTEE REPORT

YES:	6
NO:	5

MR. SPEAKER:

Your Committee on Education, to which was referred House Bill 1381, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill **be amended** as follows:

- 1 Page 3, delete lines 41 through 42.
- 2 Page 4, delete lines 1 through 3.
- 3 Page 7, between lines 2 and 3, begin a new paragraph and insert:
- 4 "SECTION 2. IC 21-3-1.7-8.2, AS AMENDED BY P.L.246-2005,
- 5 SECTION 199, IS AMENDED TO READ AS FOLLOWS
- 6 [EFFECTIVE JANUARY 1, 2006 (RETROACTIVE)]: Sec. 8.2. (a)
- 7 Notwithstanding IC 21-3-1.6 and subject to section 9 of this chapter,
- 8 the state distribution for a calendar year for tuition support for basic
- 9 programs for each school corporation equals the result determined using
- 10 the following formula:
- 11 STEP ONE: For a:
- 12 (A) school corporation not described in clause (B), determine
- 13 the school corporation's result under STEP SEVEN of section
- 14 6.7(c) of this chapter for the calendar year; and
- 15 (B) school corporation that has target revenue per adjusted

1 ADM for a calendar year that is equal to the amount under
 2 section 6.7(c) STEP ONE of this chapter, determine the sum
 3 of:

- 4 (i) the school corporation's result under section 6.7(c) STEP
 5 ONE of this chapter for the calendar year multiplied by the
 6 school corporation's adjusted ADM for the current year; plus
 7 (ii) the amount of the annual decrease in federal aid to
 8 impacted areas from the year preceding the ensuing calendar
 9 year by three (3) years to the year preceding the ensuing
 10 calendar year by two (2) years; plus
 11 (iii) the part of the maximum general fund levy for the year
 12 that equals the original amount of the levy imposed by the
 13 school corporation to cover the costs of opening a new
 14 school facility or reopening an existing facility during the
 15 preceding year.

16 STEP TWO: This STEP applies to a school corporation that is not
 17 a charter school. Determine the sum of:

- 18 (A) the school corporation's tuition support levy; plus
 19 (B) the school corporation's excise tax revenue for the year that
 20 precedes the current year by one (1) year.

21 STEP THREE: This STEP applies to a charter school. Determine
 22 the product of:

- 23 (A) the amount determined under section 6.7(c) STEP SEVEN
 24 of this chapter for the charter school; multiplied by
 25 (B) thirty-five hundredths (0.35).

26 STEP FOUR: Determine the difference between:

- 27 (A) the STEP ONE amount; minus
 28 (B) the STEP TWO or STEP THREE amount, as applicable.

29 **STEP FIVE: Determine the result of:**

- 30 **(A) the STEP FOUR result; minus**
 31 **(B) the amount determined under subsection (c).**

32 (b) If the state tuition support determined for a school corporation
 33 under this section is negative, the school corporation is not entitled to
 34 any state tuition support. In addition, the school corporation's maximum
 35 general fund levy under IC 6-1.1-19-1.5 shall be reduced by the amount
 36 of the negative result.

37 **(c) The amount to be used under subsection (a) STEP FIVE (B)**
 38 **is the greater of:**

- 1 **(1) zero (0); or**
2 **(2) the amount by which the department of education**
3 **determines the school corporation's state tuition support**
4 **distribution would be reduced as a result of the enrollment of**
5 **qualified dependents (as defined in IC 6-3.1-31-8) in a school**
6 **of choice (as defined in IC 6-3.1-31-11) rather than the school**
7 **corporation if section 6.6 of this chapter did not apply to the**
8 **school corporation.**
- 9 **The department of education shall base a determination described**
10 **in subdivision (2) on an analysis of the effects of IC 6-3.1-31 on the**
11 **trend of enrollment of eligible pupils and qualified dependents (as**
12 **defined in IC 6-3.1-31-8) in kindergarten in each attendance area**
13 **of the school corporation. The department of education shall**
14 **review the methodology used in the analysis with the budget**
15 **committee."**
- 16 Renumber all SECTIONS consecutively.
 (Reference is to HB 1381 as introduced.)

and when so amended that said bill do pass.

Representative Behning