

House Bill 63 – As amended in the Senate
 April 5, 2005

EXHIBIT 1
DATE 4-11-05
HB 63

House Bill 63 as amended by the Senate:

- IN** 1) Increases the per-ANB entitlements by \$250 for elementary ANB and \$100 per high school ANB above the inflationary increases of 2.1% in FY2006 and 2.19% in FY2007.

	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
Basic entitlement Elementary	\$19,859	\$20,275	\$20,718
Basic entitlement High School	\$220,646	\$225,273	\$230,199
Per-ANB entitlement Elementary	\$4,031	\$4,366	\$4,456
Per-ANB entitlement High School	\$5,371	\$5,584	\$5,704
Direct State Aid Percentage	44.7%	44.7%	44.7%

- IN** 2) Calculates a district's BASE and maximum general fund budget using both current year ANB and a 3-year average of ANB. The calculation that generates the highest maximum general fund budget will apply to the school district.

- OUT** 3) Allows school districts to charge the district retirement fund for retirement benefits associated with school employees who are paid from a federal funding source.

- OUT** 4) Eliminates the combined fund block grant and the district transportation fund block grant.

- HB006320** 5) Allows school districts to permissively levy up to the same amount of over-BASE property tax revenue levied in the prior fiscal year.

- IN** 6) Waives and/or extends school election deadlines for FY2006 general fund levies.

- * IN** 7) Allows any two school districts that have unified or that have created a joint board of trustees to enter into an interdistrict agreement to provide for the joint funding of both districts. Each district may transfer general fund dollars into an interlocal cooperative fund in an amount not to exceed the direct state aid received by the district.

- OUT** 8) Allows school districts to transfer any ending fund balance from the district retirement fund or the transportation fund to the school flexibility fund.

- OUT** 9) Allows a school district to permissively levy to fund any increases in health insurance premiums in FY 2006 and FY 2007 above the FY 2005 level.

- * IN** 10) Extends the time period, from 5 to 6 years, which allows a school district to exceed its maximum general fund budget, using the "soft caps."

BJT
Amended
To work
with
HB 624