

Senate Bill 341 -Senator Gillan
SUMMARY

SENATE EDUCATION

EXHIBIT NO. 5

DATE 2-16-05

BILL NO. SB-341

PROVISIONS:

1. Provides inflationary increases to Basic entitlements and per-ANB entitlements.
 - a. 2.1 % first year of biennium
 - b. 2.19% second year of biennium

2. Provides additional increases to per-ANB entitlements.
 - a. \$300 (maximum rate) first year of biennium – both elementary and high school ANB.
 - i. Elementary ANB increase = 7.4 %
 - ii. High School ANB increase = 5.6%
 - b. \$200 (maximum rate) second year of biennium – both elementary and high school ANB.
 - i. Elementary ANB increase = 4.5%
 - ii. High School ANB increase = 3.5%

3. *Provides ANB increases (earmarked) for IEFA - implementation of Indian Education for All - Preservation of Cultural Heritage of American Indian.
 - a. \$50 per ANB first year of biennium (\$1000 minimum)
 - b. \$48 additional ANB second year of biennium

4. Provides budget flexibility.
 - a. Allows inter-district agreements that allow joint funding of operations and maintenance of both districts.
 - b. Inter-district agreements must be approved by trustees of both districts.
 - c. Joint funds cannot exceed total funds from state or federal sources.

5. Increases Direct State Aid (DSA).
 - a. Increases DSA from 44.7% to 48% (Basic entitlement and ANB entitlements)
 - b. PURPOSE: To offset any under-base local property tax increases.