LC004067

### 2022 -- S 2037

## STATE OF RHODE ISLAND

### IN GENERAL ASSEMBLY

#### JANUARY SESSION, A.D. 2022

### AN ACT

# RELATING TO EDUCATION - THE EDUCATION EQUITY AND PROPERTY TAX RELIEF $\operatorname{ACT}$

Introduced By: Senators Murray, Picard, Pearson, Rogers, Cano, Seveney, and Acosta Date Introduced: January 25, 2022 Referred To: Senate Education

It is enacted by the General Assembly as follows:

SECTION 1. Section 16-7.2-3 of the General Laws in Chapter 16-7.2 entitled "The
 Education Equity and Property Tax Relief Act" is hereby amended to read as follows:

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### 16-7.2-3. Permanent foundation education aid established.

(a) Beginning in the 2012 fiscal year, the following foundation education-aid formula shall
take effect. The foundation education aid for each district shall be the sum of the core instruction
amount in subdivision (a)(1) and the amount to support high-need students in subdivision (a)(2),
which shall be multiplied by the district state-share ratio calculated pursuant to § 16-7.2-4 to
determine the foundation aid.

9 (1) The core-instruction amount shall be an amount equal to a statewide, per-pupil core-10 instruction amount as established by the department of elementary and secondary education, 11 derived from the average of northeast regional expenditure data for the states of Rhode Island, 12 Massachusetts, Connecticut, and New Hampshire from the National Center for Education Statistics 13 (NCES) that will adequately fund the student instructional needs as described in the basic education 14 program and multiplied by the district average daily membership as defined in § 16-7-22. 15 Expenditure data in the following categories: instruction and support services for students, instruction, general administration, school administration, and other support services from the 16 National Public Education Financial Survey, as published by NCES, and enrollment data from the 17 18 Common Core of Data, also published by NCES, will be used when determining the coreinstruction amount. The core-instruction amount will be updated annually. For the purpose of
 calculating this formula, school districts' resident average daily membership shall exclude charter
 school and state-operated school students.

4 (2) The amount to support high-need students beyond the core-instruction amount shall be
5 determined by multiplying a student success factor of forty percent (40%) by the core instruction
6 per-pupil amount described in subdivision (a)(1) and applying that amount for each resident child
7 whose family income is at or below one hundred eighty-five percent (185%) of federal poverty
8 guidelines, hereinafter referred to as "poverty status."

9 (b) The department of elementary and secondary education shall provide an estimate of the 10 foundation education aid cost as part of its budget submission pursuant to § 35-3-4. The estimate 11 shall include the most recent data available as well as an adjustment for average daily membership 12 growth or decline based on the prior year experience.

13 (c) In addition, the department shall report updated figures based on the average daily14 membership as of October 1 by December 1.

(d) Local education agencies may set aside a portion of funds received under subsection
(a) to expand learning opportunities such as after school and summer programs, full-day
kindergarten and/or multiple pathway programs, provided that the basic education program and all
other approved programs required in law are funded.

(e) The department of elementary and secondary education shall promulgate suchregulations as are necessary to implement fully the purposes of this chapter.

- 21 (f) The department shall review the student success factor of forty percent (40%) provided
- 22 in subsection (a)(2) of this section to determine whether that weight ensures local education
- 23 agencies receive the funding necessary to meet students' instructional needs. The department shall
- 24 complete its review and report its findings to the governor, the president of the senate, and the
- 25 <u>speaker of the house by October 1, 2022.</u>
- 26 SECTION 2. This act shall take effect upon passage.

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### **EXPLANATION**

### BY THE LEGISLATIVE COUNCIL

### OF

### AN ACT

# RELATING TO EDUCATION - THE EDUCATION EQUITY AND PROPERTY TAX RELIEF $\operatorname{ACT}$

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1 This act would require a review by the department of elementary and secondary education

2 of the formula components used to compute the aid needed to support high need students.

This act would take effect upon passage.

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