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# STATE OF RHODE ISLAND

### IN GENERAL ASSEMBLY

#### **JANUARY SESSION, A.D. 2012**

### AN ACT

### RELATING TO EDUCATION -- FOUNDATION LEVEL SCHOOL SUPPORT

Introduced By: Representatives Chippendale, Keable, Kennedy, Gallison, and Tomasso

Date Introduced: February 02, 2012

Referred To: House Finance

It is enacted by the General Assembly as follows:

SECTION 1. Section 16-7-23 of the General Laws in Chapter 16-7 entitled "Foundation

Level School Support" is hereby amended to read as follows:

16-7-23. Community requirements -- Adequate minimum budget provision. -- (a)

The school committee's budget provisions of each community for current expenditures in each

budget year shall provide for an amount from all sources sufficient to support the basic program

6 and all other approved programs shared by the state. Each community shall contribute local funds

to its school committee in an amount not less than its local contribution for schools in the

previous fiscal year except to the extent permitted by section 16-7-23.1. Provided, that for the

fiscal years 2010 and 2011 each community shall contribute to its school committee in an amount

not less than ninety-five percent (95.0%) of its local contribution for schools for the fiscal year

2009. Calculation of the annual local contribution shall not include Medicaid revenues received

by the municipality or district pursuant to chapter 8 of title 40. A community which has a

decrease in enrollment may compute maintenance of effort on a per pupil rather than on an

aggregate basis when determining its local contribution; furthermore, a community which

experiences a nonrecurring expenditure for its schools may deduct the nonrecurring expenditure

in computing its maintenance of effort. The deduction of nonrecurring expenditures shall be with

the approval of the commissioner. The courts of this state shall enforce this section by writ of

18 mandamus.

(1) Provided, however, that notwithstanding any provision of title 16 to the contrary, with

respect to regional school districts, debt service that is no longer carried on the books of any regional school district shall not be included in any annual regional school district budget of said district, nor shall non-recurring debt service be included in maintenance of effort as set forth herein in subsection (a) above, nor shall any non-recurring debt service be included in the operating budget of a regional school district. For the purposes set forth above non-recurring capital lease payments shall also be considered non-recurring debt service. As used herein, the term "regional school district" shall refer to a regional school district established pursuant to the provisions of chapter 16-3 "Establishment of Regional School Districts."

(b) Whenever any state funds are appropriated for educational purposes, the funds shall be used for educational purposes only and all state funds appropriated for educational purposes must be used to supplement any and all money allocated by a city or town for educational purposes and, in no event, shall state funds be used to supplant, directly or indirectly, any money allocated by a city or town for educational purposes. All state funds shall be appropriated by the municipality to the school committee for educational purposes in the same fiscal year in which they are appropriated at the state level even if the municipality has already adopted a school budget. All state and local funds unexpended by the end of the fiscal year of appropriation shall remain a surplus of the school committee and shall not revert to the municipality. Any surplus of state or local funds appropriated for educational purposes shall not in any respect affect the requirement that each community contribute local funds in an amount not less than its local contribution for schools in the previous fiscal year, subject to subsection (a) of this section, and shall not in any event be deducted from the amount of the local appropriation required to meet the maintenance of effort provision in any given year.

SECTION 2. This act shall take effect upon passage.

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# **EXPLANATION**

### BY THE LEGISLATIVE COUNCIL

OF

# AN ACT

# RELATING TO EDUCATION -- FOUNDATION LEVEL SCHOOL SUPPORT

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This act would provide that with respect to regional school districts, debt service that is
no longer carried on the books of any regional school district would no longer be included in any
annual budget for said regional school district.

This act would take effect upon passage.

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