LC002201

2023 -- H 6112

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2023

AN ACT

RELATING TO EDUCATION -- THE EDUCATION EQUITY AND PROPERTY TAX RELIEF ACT

Introduced By: Representatives Casey, Phillips, and J. Brien Date Introduced: March 03, 2023 Referred To: House Finance

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, derived from the average of northeast regional expenditure data for the states of Rhode Island, 11 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, 16 instruction, general administration, school administration, and other support services from the 17 National Public Education Financial Survey, as published by NCES, and enrollment data from the Common Core of Data, also published by NCES, will be used when determining the core-18

instruction 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%) forty-five percent (45%) by the core instruction per-pupil amount described in subdivision (a)(1) and applying that amount 6 7 for each resident child whose family income is at or below one hundred eighty-five percent (185%) 8 of federal poverty guidelines, hereinafter referred to as "poverty status." By October 1, 2022, as part of its budget submission pursuant to § 35-3-4 relative to state fiscal year 2024 and thereafter, 9 10 the department of elementary and secondary education shall develop and utilize a poverty measure 11 that in the department's assessment most accurately serves as a proxy for the poverty status 12 referenced in this subsection and does not rely on the administration of school nutrition programs. 13 The department shall utilize this measure in calculations pursuant to this subsection related to the 14 application of the student success factor, in calculations pursuant to § 16-7.2-4 related to the 15 calculation of the state share ratio, and in the formulation of estimates pursuant to subsection (b) 16 below. The department may also include any recommendations which seek to mitigate any 17 disruptions associated with the implementation of this new poverty measure or improve the 18 accuracy of its calculation.

(3) In local education agencies, when over forty-five percent (45%) of resident children are
 classified as "poverty status," the student success factor will be fifty percent (50%) by the core
 instruction per-pupil amount described in subsection (a)(1) of this section and applying that amount
 for each resident child whose family income is at or below one hundred eight-five percent (185%)
 of federal poverty guidelines.

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

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

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

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(e) The department of elementary and secondary education shall promulgate such

- 1 regulations as are necessary to implement fully the purposes of this chapter.
 - 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 ACT**

1 This act would provide that in local educational agencies when over forty-five percent 2 (45%) of the children have a family income that is at or below one hundred eighty-five percent 3 (185%) of federal poverty guidelines then the student success factor will be fifty percent (50%) by 4 the core instruction per-pupil amount. 5 This act would take effect upon passage.

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