

2013: Legislative Summary

SCHOOL FUNDING SUMMARIES

PER-STUDENT FUNDING

| PER-STUDENT FUNDING – CURRENT VS. 2013 SESSION (APPROXIMATE) | | | | | | |
|--|---------|--------------|------------|----------|--|--|
| | CURRENT | 2013 SESSION | CHANGE: FY | ′13+FY14 | | |
| PSA | \$4,491 | \$4,626 | \$135 | +3% | | |

^{*}House Bill 1185 provides school districts with the three percent increase.

SCHOOL FUNDING - FIVE-YEAR PERSPECTIVE

| INCLUDING ONE-TIME FUNDING (APPROXIMATE) | | | | | |
|--|----------|-------------------|----------|--|--|
| YEAR | BASE PSA | CHANGE | ONE-TIME | | |
| 2009-10 | \$4,805 | \$163 (3.5%) | | | |
| 2010-11 | \$4,805 | \$0 (0%) | | | |
| 2011-12 | \$4,390 | -\$415 (-8.6%) | \$166 | | |
| 2012-13 | \$4,491 | +\$101 (+2.3%) | \$30.73 | | |
| 2013-14 | \$4,626 | +\$135 (+3%) | \$45 | | |

OTHER K-12 APPROPRIATIONS

| K-12 APPROPRIATIONS - 2013 LEGISLTIAVE SESSION | | | | |
|--|------------------------------|--|--|--|
| DESCRIPTION | COST | | | |
| HB 1137: One percent, one-time funding | \$5.8 million (\$45/student) | | | |
| SB 235: 25% of state aid increase for ESL students | \$1.9 million | | | |
| SB 15: Additional state SPED funding | \$7.4 million | | | |
| HB 1164: Innovative grant program | \$500,000 | | | |
| HB 1185: Technology upgrade grant program | \$500,000 | | | |

2013 LEGISLATIVE SUMMARY

ECONOMIC DEVELOPMENT

SB 235 - BUILDING SOUTH DAKOTA FUND

Establishes the Workforce Education fund, which receives thirty percent of the dollars collected for the Building South Dakota fund. The dollars would provide a 25 percent increase in state aid for ESL students, grants for CTE programs and potential one-time dollars for education programs preparing students for the workforce.

Awaiting Gov. Daugaard's signature. ASBSD supported the bill.

SCHOOL FUNDING

SB 158 - TREATMENT CENTER FUNDING

Provides state funding for students placed in a treatment center in a district other than their home district. SB 158 clarifies that funding for the student in the treatment center is provided by the home district. The public school district where the student is enrolled at the time of placement pays a pro-rated amount of the per-student allocation multiplied by the number of days the student is in the program.

Awaiting Gov. Daugaard's signature. ASBSD supported the bill.

SB 194 - CAPITAL OUTLAY FUNDS

Extends the sunset date for districts to cover certain expenditures with Capital Outlay dollars until 2018.

Awaiting Gov. Daugaard's signature. ASBSD supported the bill.

HB 1137 - ENHANCES EDUCATION

Appropriates \$5.8 million, which equals \$45 per student, in one-time funding for schools for FY13.

Awaiting Gov. Daugaard's signature. ASBSD supported the bill.

TAXATION

SB 15 - SPECIAL EDUCATION

Adjusts the tax levy and revises provisions of state aid for special education. The maximum level for the special education levy was raised to \$1.552 per thousand dollars of valuation and a state aid qualifying level of \$1.352. The bill sets the local effort to state aid ratio at approximately 61-39.

The extraordinary cost fund is set at \$4 million. Allows school districts to use up to 15 percent of their special education fund dollars to identify K-12 students who need additional academic and behavioral interventions.

Awaiting Gov. Daugaard's signature. ASBSD monitored the bill.

SB 28 - PROPERTY TAX LEVIES

Provides the annual tax levy adjustment for school district's general fund. The commercial levy was moved to \$9.20 per thousand dollars of valuation— an increase of \$0.572 from last year. The agricultural levy was set at \$2.09 — a decrease of \$0.23 from last year. The levy for owner occupied property was changed to \$4.296 — an increase of \$0.267 from last year.

Awaiting Gov. Daugaard's signature. ASBSD monitored the bill.

HB 1165 - PROPERTY TAX LEVIES

Establishes a task force to review Ag land's contribution to the local effort ratio of property tax levies for schools.

Awaiting Gov. Daugaard's signature. ASBSD monitored the bill.

JOINT POWERS

SB 96 - JOINT POWERS AGREEMENTS

Allows school districts with enrollments under 100 to remain open if they enter into a joint powers agreement or intergovernmental cooperation agreement with other districts. Agreements must be approved by the secretary of education. Criteria for approval shall take into account cost savings for the participating districts and student needs.

Signed by Gov. Daugaard. ASBSD supported the bill.

SPECIAL PROJECT FUNDING

HB 1164 - INNOVATION GRANT

Appropriates \$500,000 in one-time funding for an innovation grant program for teachers, school districts or ESAs to utilize technology in creative and innovative ways to enhance learning and achievement of their students.

Awaiting Gov. Daugaard's signature. ASBSD monitored the bill.

SB 233 - CRITICAL TEACHING NEEDS SCHOLARSHIP

Appropriates \$1.5 million dollars for the establishment of the Critical Teaching Needs Scholarship program. The scholarship would subsequently be funded from the critical teaching needs trust fund after the initial appropriation. A variety of criteria would be used to award scholarship dollars to students enrolled in critical need teaching areas to encourage them to stay in South Dakota.

Awaiting Gov. Daugaard's signature. ASBSD monitored the bill.

SB 237 - CRITICAL NEEDS-BASED SCHOLARSHIP

Provides funding for a need-based scholarship for qualified resident students who attending post-secondary schools. SB 237 appropriates \$1.5 million to establish a specific fund within the education enhancement trust fund. Post-secondary institutions can create a matching program.

Signed by Gov. Daugaard's. ASBSD monitored the bill.

SCHOOL SAFETY

HB 1087 - "SENTINEL" PROGRAM

Allows school boards to implement Sentinel program, which arms individuals, other than law enforcement agents, with guns in and on school property. Individuals taking the Sentinel role have to complete 40-hours of firearms training. Approval of a local law enforcement agency before implementation of a program is required. A board's decision can be referred to a vote by constituents.

Signed by Gov. Daugaard. ASBSD opposed the bill.

MISCELLANEOUS

SB 41 - BUS INSPECTION

Allows school districts to use an inspector, approved and trained by the state Highway Patrol, to inspect their school buses, if they so choose. SB 41 expands a prior requirement, which only allowed bus inspection to be completed by the highway patrol.

Signed by Gov. Daugaard. ASBSD supported the bill.

HB 1064 - FLEXIBLE SPENDING ACCOUNTS

Allows school districts to implement flexible spending accounts as part of health insurance plans, including payment or reimbursement through the use of debit cards, direct deposit to financial institutions and/or check.

Signed by Gov. Daugaard. ASBSD supported the bill.