

LEGISLATURE OF NEBRASKA
ONE HUNDRED THIRD LEGISLATURE
FIRST SESSION
LEGISLATIVE BILL 604

Introduced by Haar, 21.

Read first time January 23, 2013

Committee: Education

A BILL

1 FOR AN ACT relating to the Tax Equity and Educational Opportunities
2 Support Act; to amend section 79-1007.10, Revised
3 Statutes Cumulative Supplement, 2012; to change
4 provisions relating to computation of the cost growth
5 factor; to repeal the original section; and to declare an
6 emergency.

7 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 79-1007.10, Revised Statutes
2 Cumulative Supplement, 2012, is amended to read:

3 79-1007.10 (1) For state aid calculated for all school
4 fiscal years before school fiscal year 2013-14, except school fiscal
5 year 2010-11, the cost growth factor shall equal the sum of: (a) The
6 basic allowable growth rate pursuant to section 79-1025 for the
7 school fiscal year in which the aid is to be distributed; plus (b)
8 the basic allowable growth rate pursuant to section 79-1025 for the
9 school fiscal year immediately preceding the school fiscal year in
10 which the aid is to be distributed.

11 (2) For state aid calculated for school fiscal year
12 2010-11, the cost growth factor shall equal the sum of: (i) One; plus
13 (ii) the basic allowable growth rate pursuant to section 79-1025 for
14 the school fiscal year in which the aid is to be distributed; plus
15 (iii) the basic allowable growth rate pursuant to section 79-1025 for
16 the school fiscal year immediately preceding the school fiscal year
17 in which the aid is to be distributed; plus (iv) two percent.

18 (3) For state aid calculated for school fiscal year
19 2013-14 and each fiscal year thereafter, the cost growth factor shall
20 equal the sum of:

21 (a) The lesser of the average annual increase in the
22 total adjusted general fund operating expenditures of school
23 districts for the five years immediately preceding the school fiscal
24 year in which aid is to be distributed or the average annual increase
25 in the cost of living index for the Consumer Price Index for All

1 Urban Consumers for the Midwest Region, not seasonally adjusted, as
2 reported by the United States Department of Labor Bureau of Labor
3 Statistics for the five years immediately preceding the school fiscal
4 year in which aid is to be distributed; plus

5 (b) One-half of the difference between the average annual
6 increase in the total adjusted general fund operating expenditures of
7 school districts for the five years immediately preceding the school
8 fiscal year in which aid is to be distributed and the average annual
9 increase in the cost of living index for the Consumer Price Index for
10 All Urban Consumers for the Midwest Region, not seasonally adjusted,
11 as reported by the United States Department of Labor Bureau of Labor
12 Statistics for the five years immediately preceding the school fiscal
13 year in which aid is to be distributed.

14 Sec. 2. Original section 79-1007.10, Revised Statutes
15 Cumulative Supplement, 2012, is repealed.

16 Sec. 3. Since an emergency exists, this act takes effect
17 when passed and approved according to law.