AMENDMENTS TO LB409

Introduced by Groene, 42.

Strike the original sections and insert the following new
 sections:

3 Section 1. Section 77-3446, Revised Statutes Cumulative Supplement,
4 2016, is amended to read:

5 77-3446 Base limitation means the budget limitation rate applicable to school districts and the limitation on growth of restricted funds 6 applicable to other political subdivisions prior to any increases in the 7 rate as a result of special actions taken by a supermajority of any 8 governing board or of any exception allowed by law. The base limitation 9 is two and one-half percent until adjusted, except that the base 10 limitation for school districts for school fiscal years 2017-18 and 11 2018-19 year 2012-13 is one-half of one percent and the base limitation 12 13 for school districts for school fiscal year 2013-14 is one and one-half percent. The base limitation may be adjusted annually by the Legislature 14 to reflect changes in the prices of services and products used by school 15 districts and political subdivisions. 16

Sec. 2. Section 79-1009, Revised Statutes Cumulative Supplement,2016, is amended to read:

79-1009 (1)(a) A district shall receive net option funding if (i) 19 20 option students as defined in section 79-233 were actually enrolled in 21 the school year immediately preceding the school year in which the aid is to be paid, (ii) option students as defined in such section will be 22 enrolled in the school year in which the aid is to be paid as converted 23 contract option students, or (iii) for the calculation of aid for school 24 fiscal year 2017-18 for school districts that are members of a learning 25 community, open enrollment students were actually enrolled for school 26 27 year 2016-17 pursuant to section 79-2110.

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(b) The determination of the net number of option students shall be 1 2 based on (i) the number of students enrolled in the district as option 3 students and the number of students residing in the district but enrolled in another district as option students as of the day of the fall 4 5 membership count pursuant to section 79-528, for the school fiscal year 6 immediately preceding the school fiscal year in which aid is to be paid, 7 (ii) the number of option students that will be enrolled in the district 8 or enrolled in another district as converted contract option students for 9 the fiscal year in which the aid is to be paid, and (iii) for the calculation of aid for school fiscal year 2017-18 for school districts 10 11 that are members of a learning community, the number of students enrolled 12 in the district as open enrollment students and the number of students residing in the district but enrolled in another district as open 13 14 enrollment students as of the day of the fall membership count pursuant 15 to section 79-528 for school fiscal year 2016-17.

(c) Except as otherwise provided in this subsection, net number of 16 17 option students means the difference of the number of option students enrolled in the district minus the number of students residing in the 18 district but enrolled in another district as option students. For 19 20 purposes of the calculation of aid for school fiscal year 2017-18 for 21 school districts that are members of a learning community, net number of 22 option students means the difference of the number of students residing 23 in another school district who are option students or open enrollment 24 students enrolled in the district minus the number of students residing in the district but enrolled in another district as option students or 25 26 open enrollment students.

27 (2)(a) For all school fiscal years except school fiscal years
 28 2017-18 and 2018-19 (2) For purposes of this section, net option funding
 29 shall be the sum of the product of the net number of option students
 30 multiplied by the statewide average basic funding per formula student.

31 (b) For school fiscal years 2017-18 and 2018-19, net option funding

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shall be the sum of the product of the net number of option students
 multiplied by ninety-five and five-tenths percent of the statewide
 average basic funding per formula student.

4 (3) A district's net option funding shall be zero if the calculation5 produces a negative result.

6 Payments made under this section for school fiscal years prior to 7 school fiscal year 2017-18 shall be made from the funds to be disbursed 8 under section 79-1005.01.

9 Such payments shall go directly to the option school district but 10 shall count as a formula resource for the local system.

11 Sec. 3. Section 79-1015.01, Reissue Revised Statutes of Nebraska, is 12 amended to read:

13 79-1015.01 (1) Local system formula resources shall include local
14 effort rate yield which shall be computed as prescribed in this section.

15 (2) For each school fiscal year except school fiscal years 2017-18 and 2018-19 2011-12 through 2013-14: (a) For state aid certified pursuant 16 17 to section 79-1022, the local effort rate shall be the maximum levy, for the school fiscal year for which aid is being certified, authorized 18 pursuant to subdivision (2)(a) of section 77-3442 less five cents; (b) 19 20 for the final calculation of state aid pursuant to section 79-1065, the 21 local effort rate shall be the rate which, when multiplied by the total 22 adjusted valuation of all taxable property in local systems receiving 23 equalization aid pursuant to the Tax Equity and Educational Opportunities 24 Support Act, will produce the amount needed to support the total formula need of such local systems when added to state aid appropriated by the 25 26 Legislature and other actual receipts of local systems described in 27 section 79-1018.01; and (c) the local effort rate yield for such school fiscal years shall be determined by multiplying each local system's total 28 29 adjusted valuation by the local effort rate.

30 (3) For school fiscal years 2011-12 and 2012-13: (a) For state aid
 31 certified pursuant to section 79-1022, the local effort rate shall be the

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1 maximum levy, for the school fiscal year for which aid is being 2 certified, authorized pursuant to subdivision (2)(a) of section 77-3442 3 less one and five-hundredths of one cent; (b) for the final calculation of state aid pursuant to section 79-1065, the local effort rate shall be 4 5 the rate which, when multiplied by the total adjusted valuation of all 6 taxable property in local systems receiving equalization aid pursuant to 7 the Tax Equity and Educational Opportunities Support Act, will produce 8 the amount needed to support the total formula need of such local systems 9 when added to state aid appropriated by the Legislature and other actual receipts of local systems described in section 79-1018.01; and (c) the 10 11 local effort rate yield for such school fiscal years shall be determined 12 by multiplying each local system's total adjusted valuation by the local 13 effort rate.

14 (3) (4) For school fiscal years 2017-18 and 2018-19 year 2013-14: 15 (a) For state aid certified pursuant to section 79-1022, the local effort rate shall be the maximum levy, for the school fiscal year for which aid 16 17 is being certified, authorized pursuant to subdivision (2)(a) of section 77-3442 less two and ninety-seven hundredths cents; (b) for the final 18 calculation of state aid pursuant to section 79-1065, the local effort 19 rate shall be the rate which, when multiplied by the total adjusted 20 21 valuation of all taxable property in local systems receiving equalization 22 aid pursuant to the Tax Equity and Educational Opportunities Support Act, 23 will produce the amount needed to support the total formula need of such 24 local systems when added to state aid appropriated by the Legislature and other actual receipts of local systems described in section 79-1018.01; 25 26 and (c) the local effort rate yield for such school fiscal years shall be 27 determined by multiplying each local system's total adjusted valuation by the local effort rate. 28

29 Sec. 4. Original section 79-1015.01, Reissue Revised Statutes of 30 Nebraska, and sections 77-3446 and 79-1009, Revised Statutes Cumulative 31 Supplement, 2016, are repealed.

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Sec. 5. Since an emergency exists, this act takes effect when
 passed and approved according to law.