

EHB 2044 - S COMM AMD
By Committee on Education

1 Strike everything after the enacting clause and insert the
2 following:

3 "Sec. 1. RCW 84.52.0531 and 1997 c 259 s 2 are each amended to
4 read as follows:

5 The maximum dollar amount which may be levied by or for any school
6 district for maintenance and operation support under the provisions of
7 RCW 84.52.053 shall be determined as follows:

8 (1) For excess levies for collection in calendar year 1997, the
9 maximum dollar amount shall be calculated pursuant to the laws and
10 rules in effect in November 1996.

11 (2) For excess levies for collection in calendar year 1998 and
12 thereafter, the maximum dollar amount shall be the sum of (a) plus or
13 minus (b) and (c) of this subsection minus (d) of this subsection:

14 (a) The district's levy base as defined in subsections (3) and (4)
15 of this section multiplied by the district's maximum levy percentage as
16 defined in subsection ~~((+4))~~ (5) of this section;

17 (b) For districts in a high/nonhigh relationship, the high school
18 district's maximum levy amount shall be reduced and the nonhigh school
19 district's maximum levy amount shall be increased by an amount equal to
20 the estimated amount of the nonhigh payment due to the high school
21 district under RCW 28A.545.030(3) and 28A.545.050 for the school year
22 commencing the year of the levy;

23 (c) For districts in an interdistrict cooperative agreement, the
24 nonresident school district's maximum levy amount shall be reduced and
25 the resident school district's maximum levy amount shall be increased
26 by an amount equal to the per pupil basic education allocation included
27 in the nonresident district's levy base under subsection (3) of this
28 section multiplied by:

29 (i) The number of full-time equivalent students served from the
30 resident district in the prior school year; multiplied by:

1 (ii) The serving district's maximum levy percentage determined
2 under subsection ~~((+4))~~ (5) of this section; increased by:

3 (iii) The percent increase per full-time equivalent student as
4 stated in the state basic education appropriation section of the
5 biennial budget between the prior school year and the current school
6 year divided by fifty-five percent;

7 (d) The district's maximum levy amount shall be reduced by the
8 maximum amount of state matching funds for which the district is
9 eligible under RCW 28A.500.010.

10 (3) For excess levies for collection in calendar year 1998 and
11 thereafter, a district's levy base shall be the sum of allocations in
12 (a) through (c) of this subsection received by the district for the
13 prior school year, including allocations for compensation increases,
14 plus the sum of such allocations multiplied by the percent increase per
15 full time equivalent student as stated in the state basic education
16 appropriation section of the biennial budget between the prior school
17 year and the current school year and divided by fifty-five percent. A
18 district's levy base shall not include local school district property
19 tax levies or other local revenues, or state and federal allocations
20 not identified in (a) through (c) of this subsection.

21 (a) The district's basic education allocation as determined
22 pursuant to RCW 28A.150.250, 28A.150.260, and 28A.150.350;

23 (b) State and federal categorical allocations for the following
24 programs:

25 (i) Pupil transportation;

26 (ii) Special education;

27 (iii) Education of highly capable students;

28 (iv) Compensatory education, including but not limited to learning
29 assistance, migrant education, Indian education, refugee programs, and
30 bilingual education;

31 (v) Food services; and

32 (vi) Statewide block grant programs; ~~((and))~~

33 (c) Any other federal allocations for elementary and secondary
34 school programs, including direct grants, other than federal impact aid
35 funds and allocations in lieu of taxes;

36 (d) Beginning with calendar year 2005 calculations, the federal
37 allocations received directly by a district for purposes of this

1 subsection (3) shall be the allocations from the second prior school
2 year. The federal revenues shall be adjusted by inflation as
3 determined by the office of the superintendent of public instruction.
4 For purposes of this subsection, "second prior school year" means the
5 school year completed two years prior to the year in which the levies
6 are to be collected; and

7 (e) Beginning with calendar year 2005 calculations, revenues
8 included in the levy base shall be reduced for revenues received as a
9 fiscal agent. The office of the superintendent of public instruction
10 shall adopt rules defining "revenues received as a fiscal agent."

11 (4) For excess levies for collection in calendar year 2005, for
12 school districts for which the voters have approved levies for
13 collection in calendar year 2005 prior to November 1, 2003, the
14 district's levy base shall be the levy base as determined under
15 subsection (3) of this section plus the levy base as determined under
16 subsection (3) of this section multiplied by an additional per pupil
17 adjustment inflator specified in the state basic education section of
18 the biennial budget divided by fifty-five percent. For calendar year
19 2005, the additional amounts provided by the additional per pupil
20 adjustment factor shall not be used in the calculation of levy base for
21 the purpose of determining local effort assistance allocations under
22 chapter 28A.500 RCW. After this time, the levy base shall be relinked
23 with the local effort assistance allocations under chapter 28A.500 RCW.

24 (5) A district's maximum levy percentage shall be twenty-two
25 percent in 1998 and twenty-four percent in 1999 and every year
26 thereafter; plus, for qualifying districts, the grandfathered
27 percentage determined as follows:

28 (a) For 1997, the difference between the district's 1993 maximum
29 levy percentage and twenty percent; and

30 (b) For 1998 and thereafter, the percentage calculated as follows:

31 (i) Multiply the grandfathered percentage for the prior year times
32 the district's levy base determined under subsection (3) of this
33 section;

34 (ii) Reduce the result of (b)(i) of this subsection by any levy
35 reduction funds as defined in subsection ~~((+5))~~ (6) of this section
36 that are to be allocated to the district for the current school year;

1 (iii) Divide the result of (b)(ii) of this subsection by the
2 district's levy base; and

3 (iv) Take the greater of zero or the percentage calculated in
4 (b)(iii) of this subsection.

5 ~~((+5))~~ (6) "Levy reduction funds" shall mean increases in state
6 funds from the prior school year for programs included under
7 subsections (3) and (4) of this section: (a) That are not attributable
8 to enrollment changes, compensation increases, or inflationary
9 adjustments; and (b) that are or were specifically identified as levy
10 reduction funds in the appropriations act. If levy reduction funds are
11 dependent on formula factors which would not be finalized until after
12 the start of the current school year, the superintendent of public
13 instruction shall estimate the total amount of levy reduction funds by
14 using prior school year data in place of current school year data.
15 Levy reduction funds shall not include moneys received by school
16 districts from cities or counties.

17 ~~((+6))~~ (7) For the purposes of this section, "prior school year"
18 means the most recent school year completed prior to the year in which
19 the levies are to be collected.

20 ~~((+7))~~ (8) For the purposes of this section, "current school year"
21 means the year immediately following the prior school year.

22 ~~((+8))~~ (9) Funds collected from transportation vehicle fund tax
23 levies shall not be subject to the levy limitations in this section.

24 ~~((+9))~~ (10) The superintendent of public instruction shall develop
25 rules and regulations and inform school districts of the pertinent data
26 necessary to carry out the provisions of this section.

27 **Sec. 2.** RCW 28A.500.020 and 1999 c 317 s 2 are each amended to
28 read as follows:

29 (1) Unless the context clearly requires otherwise, the definitions
30 in this section apply throughout this chapter.

31 (a) "Prior tax collection year" means the year immediately
32 preceding the year in which the local effort assistance shall be
33 allocated.

34 (b) "Statewide average twelve percent levy rate" means twelve
35 percent of the total levy bases as defined in RCW 84.52.0531(3) summed
36 for all school districts, and divided by the total assessed valuation

1 for excess levy purposes in the prior tax collection year for all
2 districts as adjusted to one hundred percent by the county indicated
3 ratio established in RCW 84.48.075.

4 (c) The "district's twelve percent levy amount" means the school
5 district's maximum levy authority after transfers determined under RCW
6 84.52.0531(2) (a) through (c) divided by the district's maximum levy
7 percentage determined under RCW 84.52.0531(~~(+4)~~) (5) multiplied by
8 twelve percent.

9 (d) The "district's twelve percent levy rate" means the district's
10 twelve percent levy amount divided by the district's assessed valuation
11 for excess levy purposes for the prior tax collection year as adjusted
12 to one hundred percent by the county indicated ratio.

13 (e) "Districts eligible for local effort assistance" means those
14 districts with a twelve percent levy rate that exceeds the statewide
15 average twelve percent levy rate.

16 (2) Unless otherwise stated all rates, percents, and amounts are
17 for the calendar year for which local effort assistance is being
18 calculated under this chapter."

EHB 2044 - S COMM AMD
By Committee on Education

19 On page 1, line 1 of the title, after "calculations;" strike the
20 remainder of the title and insert "and amending RCW 84.52.0531 and
21 28A.500.020."

--- END ---