## WORKING DRAFT

	HOUSE BILL NO.
	School finance-regional cost adjustment.  Sponsored by: (s) Hdraft
	A BILL
	for
1	AN ACT relating to school finance; modifying the regional
2	cost adjustment to the cost-based school finance funding
3	model; requiring further study on the adjustment; providing
4	an appropriation; and providing for an effective date.
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6	Be It Enacted by the Legislature of the State of Wyoming:
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8	<b>Section 1.</b> W.S. 21-13-309(o)(ii) is amended to read:
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10	21-13-309. Determination of amount to be included in
11	foundation program for each district.
12	
13	(o) The revised model amount per ADM for each
14	district computed under subsection (n) of this section
15	shall be further adjusted for the following. Unless

1 otherwise specified in this subsection, the adjustments

2 under this subsection shall be determined as specified in

3 the education resource block grant model:

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5 (ii) The amount, after the adjustment under

6 paragraph (o) (i) of this subsection has been made, shall be

7 further adjusted for regional cost of living differences.

8 For school year 2003-2004 only, the adjustment for regional

9 cost of living differences shall be based upon the

10 following:

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12 (A) The adjustment shall be computed under

13 subdivisions (o)(ii)(A)(I) and (II) of this section for

14 <u>each district and the larger computed adjustment shall be</u>

15 applied to the revised model amount per ADM for that

16 <u>district:</u>

17

18 (I) The Wyoming cost-of-living index,

19 as computed by the division of economic analysis,

20 department of administration and information;

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22 <u>(II) The parabolic cost-of-living</u>

23 adjustment based upon the Wyoming cost-of-living index and

24 teacher salary data for school year 2002-2003.

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2 <u>(B)</u> The version of the <u>Wyoming cost-of-</u>

3 <u>living</u> index used <u>under this paragraph</u> shall be the average

4 of the six (6) consecutive semi-annual index reports

5 completed by January 1 prior to the school year for which

6 it is to be used.

7

## 8 Section 2.

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10 (a) Based upon study findings contained within the 11 November 2002 report on the regional cost adjustment to the 12 education resource block grant model, a copy of which is on 13 file with the legislative service office, the division of economic analysis, department of administration and 14 information, shall report to the joint education interim 15 committee on final recommendations for an instrument to 16 17 measure regional cost differences in Recommendations shall define a rigorous statistical 18 adjustment that considers and accounts for salary demands 19 20 in all regions of the state and shall minimize incentives 21 for discretionary actions by school districts to impact 22 adjustment estimations. The report shall be submitted to the joint education interim committee on or before November 23 1, 2003. 24

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2 (b) Following receipt of the report required under 3 subsection (a) of this section, the joint education interim 4 committee shall submit recommendations and enabling 5 legislation to the legislature which implement a regional cost adjustment to the education resource block grant model 6 7 for school year 2004-2005 and each school year thereafter. Recommendations shall be submitted under this subsection in 8 sufficient time for consideration by the legislature during 9 the 2004 budget session. 10 11 thousand dollars (\$20,000.00) 12 Twenty appropriated from the general fund to the division of 13 economic analysis, department of administration 14 information, to conduct the analysis and study necessary 15

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18 Section 3. This act is effective July 1, 2002.

for development of recommendations under this section.

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20 (END)