

1 ENGROSSED HOUSE  
2 BILL NO. 2890

By: Wallace and Hilbert of the  
House

3 and

4 Thompson and Hall of the  
5 Senate

6  
7  
8 An Act relating to school funding; amending 70 O.S.  
9 2011, Section 18-200.1, as amended by Section 11 of  
10 Enrolled Senate Bill No. 1064 of the 1st Session of  
11 the 58th Oklahoma Legislature, which relates to State  
12 Aid; prohibiting assessment of carryover penalty in  
13 certain fiscal years; amending 70 O.S. 2011, Section  
14 18-200.1, as amended by Section 1 of Enrolled House  
15 Bill No. 2078 of the 1st Session of the 58th Oklahoma  
16 Legislature, which relates to State Aid; modifying  
17 years of data to be used for the July per pupil  
18 revenue calculation; prohibiting assessment of  
19 carryover penalty in certain fiscal years; amending  
20 70 O.S. 2011, Section 18-201.1, as last amended by  
21 Section 2 of Enrolled House Bill No. 2078 of the 1st  
22 Session of the 58th Oklahoma Legislature, which  
23 relates to school district weighted membership;  
24 adjusting years of data to be used for July projected  
per pupil revenue calculation; modifying years to be  
excluded in the projected total revenue calculations;  
providing an effective date; and declaring an  
emergency.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. AMENDATORY 70 O.S. 2011, Section 18-200.1, as  
amended by Section 11 of Enrolled Senate Bill No. 1064 of the 1st  
Session of the 58th Oklahoma Legislature, is amended to read as  
follows:

1       Section 18-200.1 A. Beginning with the 2020-21 school year,  
2 and each school year thereafter, each school district shall have its  
3 initial allocation of State Aid calculated based on the state  
4 dedicated revenues actually collected during the preceding fiscal  
5 year, the adjusted assessed valuation of the preceding year and the  
6 highest weighted average daily membership for the school district of  
7 the two (2) preceding school years. Each school district shall  
8 submit the following data based on the first nine (9) weeks, to be  
9 used in the calculation of the average daily membership of the  
10 school district:

- 11       1. Student enrollment by grade level;
- 12       2. Pupil category counts; and
- 13       3. Transportation supplement data.

14       On or before December 30, the State Department of Education  
15 shall determine each school district's current year allocation  
16 pursuant to subsection D of this section. The State Department of  
17 Education shall complete an audit, using procedures established by  
18 the Department, of the student enrollment by grade level data, pupil  
19 category counts and transportation supplement data to be used in the  
20 State Aid Formula pursuant to subsection D of this section by  
21 December 1 and by January 15 shall notify each school district of  
22 the district's final State Aid allocation for the current school  
23 year. The January payment of State Aid and each subsequent payment  
24 for the remainder of the school year shall be based on the final

1 State Aid allocation as calculated in subsection D of this section.  
2 Except for reductions made due to the assessment of penalties by the  
3 State Department of Education according to law, the January payment  
4 of State Aid and each subsequent payment for the remainder of the  
5 school year shall not decrease by an amount more than the amount  
6 that the current chargeable revenue increases for that district.

7 B. The State Department of Education shall retain not less than  
8 one and one-half percent (1 1/2%) of the total funds appropriated  
9 for financial support of schools, to be used to make midyear  
10 adjustments in State Aid and which shall be reflected in the final  
11 allocations. If the amount of appropriated funds, including the one  
12 and one-half percent (1 1/2%) retained, remaining after January 1 of  
13 each year is not sufficient to fully fund the final allocations, the  
14 Department shall recalculate each school district's remaining  
15 allocation pursuant to subsection D of this section using the  
16 reduced amount of appropriated funds.

17 C. On and after July 1, 1997, the amount of State Aid each  
18 district shall receive shall be the sum of the Foundation Aid, the  
19 Salary Incentive Aid and the Transportation Supplement, as adjusted  
20 pursuant to the provisions of subsection G of this section and  
21 Section 18-112.2 of this title; provided, no district having per  
22 pupil revenue in excess of three hundred percent (300%) of the  
23 average per pupil revenue of all districts shall receive any State  
24 Aid or Supplement in State Aid.

1       The July calculation of per pupil revenue shall be determined by  
2 dividing the district's second preceding year's total weighted  
3 average daily membership (ADM) into the district's second preceding  
4 year's total revenues excluding federal revenue, insurance loss  
5 payments, reimbursements, recovery of overpayments and refunds,  
6 unused reserves, prior expenditures recovered, prior year surpluses,  
7 and less the amount of any transfer fees paid in that year.

8       The December calculation of per pupil revenue shall be  
9 determined by dividing the district's preceding year's total  
10 weighted average daily membership (ADM) into the district's  
11 preceding year's total revenues excluding federal revenue, insurance  
12 loss payments, reimbursements, recovery of overpayments and refunds,  
13 unused reserves, prior expenditures recovered, prior year surpluses,  
14 and less the amount of any transfer fees paid in that year.

15       D. For the 1997-98 school year, and each school year  
16 thereafter, Foundation Aid, the Transportation Supplement and Salary  
17 Incentive Aid shall be calculated as follows:

18       1. Foundation Aid shall be determined by subtracting the amount  
19 of the Foundation Program Income from the cost of the Foundation  
20 Program and adding to this difference the Transportation Supplement.

21           a. The Foundation Program shall be a district's highest  
22 weighted average daily membership based on the first  
23 nine (9) weeks of the current school year, the  
24 preceding school year or the second preceding school

1 year of a school district, as determined by the  
2 provisions of subsection A of Section 18-201.1 of this  
3 title and paragraphs 1, 2, 3 and 4 of subsection B of  
4 Section 18-201.1 of this title, multiplied by the Base  
5 Foundation Support Level.

6 b. The Foundation Program Income shall be the sum of the  
7 following:

- 8 (1) The adjusted assessed valuation of the current  
9 school year of the school district, minus the  
10 previous year protested ad valorem tax revenues  
11 held as prescribed in Section 2884 of Title 68 of  
12 the Oklahoma Statutes, multiplied by the mills  
13 levied pursuant to subsection (c) of Section 9 of  
14 Article X of the Oklahoma Constitution, if  
15 applicable, as adjusted in subsection (c) of  
16 Section 8A of Article X of the Oklahoma  
17 Constitution. For purposes of this subsection,  
18 the "adjusted assessed valuation of the current  
19 school year" shall be the adjusted assessed  
20 valuation on which tax revenues are collected  
21 during the current school year, and  
22 (2) Seventy-five percent (75%) of the amount received  
23 by the school district from the proceeds of the  
24 county levy during the preceding fiscal year, as

levied pursuant to subsection (b) of Section 9 of  
Article X of the Oklahoma Constitution, and  
(3) Motor Vehicle Collections, and  
(4) Gross Production Tax, and  
(5) State Apportionment, and  
(6) R.E.A. Tax.

The items listed in divisions (3), (4), (5), and (6)  
of this subparagraph shall consist of the amounts  
actually collected from such sources during the  
preceding fiscal year calculated on a per capita basis  
on the unit provided for by law for the distribution  
of each such revenue.

2. The Transportation Supplement shall be equal to the average  
daily haul times the per capita allowance times the appropriate  
transportation factor.

a. The average daily haul shall be the number of children  
in a district who are legally transported and who live  
one and one-half (1 1/2) miles or more from school.

b. The per capita allowance shall be determined using the  
following chart:

PER CAPITA		PER CAPITA	
DENSITY FIGURE	ALLOWANCE	DENSITY FIGURE	ALLOWANCE
.3000 - .3083	\$167.00	.9334 - .9599	\$99.00
.3084 - .3249	\$165.00	.9600 - .9866	\$97.00

1	.3250 - .3416	\$163.00	.9867 - 1.1071	\$95.00
2	.3417 - .3583	\$161.00	1.1072 - 1.3214	\$92.00
3	.3584 - .3749	\$158.00	1.3215 - 1.5357	\$90.00
4	.3750 - .3916	\$156.00	1.5358 - 1.7499	\$88.00
5	.3917 - .4083	\$154.00	1.7500 - 1.9642	\$86.00
6	.4084 - .4249	\$152.00	1.9643 - 2.1785	\$84.00
7	.4250 - .4416	\$150.00	2.1786 - 2.3928	\$81.00
8	.4417 - .4583	\$147.00	2.3929 - 2.6249	\$79.00
9	.4584 - .4749	\$145.00	2.6250 - 2.8749	\$77.00
10	.4750 - .4916	\$143.00	2.8750 - 3.1249	\$75.00
11	.4917 - .5083	\$141.00	3.1250 - 3.3749	\$73.00
12	.5084 - .5249	\$139.00	3.3750 - 3.6666	\$70.00
13	.5250 - .5416	\$136.00	3.6667 - 3.9999	\$68.00
14	.5417 - .5583	\$134.00	4.0000 - 4.3333	\$66.00
15	.5584 - .5749	\$132.00	4.3334 - 4.6666	\$64.00
16	.5750 - .5916	\$130.00	4.6667 - 4.9999	\$62.00
17	.5917 - .6133	\$128.00	5.0000 - 5.5000	\$59.00
18	.6134 - .6399	\$125.00	5.5001 - 6.0000	\$57.00
19	.6400 - .6666	\$123.00	6.0001 - 6.5000	\$55.00
20	.6667 - .6933	\$121.00	6.5001 - 7.0000	\$53.00
21	.6934 - .7199	\$119.00	7.0001 - 7.3333	\$51.00
22	.7200 - .7466	\$117.00	7.3334 - 7.6667	\$48.00
23	.7467 - .7733	\$114.00	7.6668 - 8.0000	\$46.00
24	.7734 - .7999	\$112.00	8.0001 - 8.3333	\$44.00

1	.8000 - .8266	\$110.00	8.3334 - 8.6667	\$42.00
2	.8267 - .8533	\$108.00	8.6668 - 9.0000	\$40.00
3	.8534 - .8799	\$106.00	9.0001 - 9.3333	\$37.00
4	.8800 - .9066	\$103.00	9.3334 - 9.6667	\$35.00
5	.9067 - .9333	\$101.00	9.6668 or more	\$33.00

6           c.    The formula transportation factor shall be 1.39.

7           3.   Salary Incentive Aid shall be determined as follows:

8           a.   Multiply the Incentive Aid guarantee by the district's  
9               highest weighted average daily membership based on the  
10              first nine (9) weeks of the current school year, the  
11              preceding school year or the second preceding school  
12              year of a school district, as determined by the  
13              provisions of subsection A of Section 18-201.1 of this  
14              title and paragraphs 1, 2, 3 and 4 of subsection B of  
15              Section 18-201.1 of this title.

16          b.   Divide the district's adjusted assessed valuation of  
17               the current school year minus the previous year's  
18               protested ad valorem tax revenues held as prescribed  
19               in Section 2884 of Title 68 of the Oklahoma Statutes,  
20               by one thousand (1,000) and subtract the quotient from  
21               the product of subparagraph a of this paragraph. The  
22               remainder shall not be less than zero (0).

23          c.   Multiply the number of mills levied for general fund  
24               purposes above the fifteen (15) mills required to



1 support Foundation Aid pursuant to division (1) of  
2 subparagraph b of paragraph 1 of this subsection, not  
3 including the county four-mill levy, by the remainder  
4 of subparagraph b of this paragraph. The product  
5 shall be the Salary Incentive Aid of the district.

6 E. By June 30, 1998, the State Department of Education shall  
7 develop and the Department and all school districts shall have  
8 implemented a student identification system which is consistent with  
9 the provisions of subsections C and D of Section 3111 of Title 74 of  
10 the Oklahoma Statutes. The student identification system shall be  
11 used specifically for the purpose of reporting enrollment data by  
12 school sites and by school districts, the administration of the  
13 Oklahoma School Testing Program Act, the collection of appropriate  
14 and necessary data pursuant to the Oklahoma Educational Indicators  
15 Program, determining student enrollment, establishing a student  
16 mobility rate, allocation of the State Aid Formula and mid-year  
17 adjustments in funding for student growth. This enrollment data  
18 shall be submitted to the State Department of Education in  
19 accordance with rules promulgated by the State Board of Education.  
20 Funding for the development, implementation, personnel training and  
21 maintenance of the student identification system shall be set out in  
22 a separate line item in the allocation section of the appropriation  
23 bill for the State Board of Education for each year.

1 F. 1. In the event that ad valorem taxes of a school district  
2 are determined to be uncollectible because of bankruptcy, clerical  
3 error, or a successful tax protest, and the amount of such taxes  
4 deemed uncollectible exceeds Fifty Thousand Dollars (\$50,000.00) or  
5 an amount greater than twenty-five percent (25%) of ad valorem taxes  
6 per tax year, or the valuation of a district is lowered by order of  
7 the State Board of Equalization, the school district's State Aid,  
8 for the school year that such ad valorem taxes are calculated in the  
9 State Aid Formula, shall be determined by subtracting the net  
10 assessed valuation of the property upon which taxes were deemed  
11 uncollectible from the assessed valuation of the school district and  
12 the state. Upon request of the local board of education, it shall  
13 be the duty of the county assessor to certify to the Director of  
14 Finance of the State Department of Education the net assessed  
15 valuation of the property upon which taxes were determined  
16 uncollectible.

17 2. In the event that the amount of funds a school district  
18 receives for reimbursement from the Ad Valorem Reimbursement Fund is  
19 less than the amount of funds claimed for reimbursement by the  
20 school district due to insufficiency of funds as provided in Section  
21 193 of Title 62 of the Oklahoma Statutes, then the school district's  
22 assessed valuation for the school year that such ad valorem  
23 reimbursement is calculated in the State Aid Formula shall be  
24 adjusted accordingly.

1 G. 1. Notwithstanding the provisions of Section 18-112.2 of  
2 this title, a school district shall have its State Aid reduced by an  
3 amount equal to the amount of carryover in the general fund of the  
4 district as of June 30 of the preceding fiscal year, that is in  
5 excess of the following standards for two (2) consecutive years:

6	Total Amount of	Amount of
7	General Fund Collections,	General Fund
8	Excluding Previous Year	Balance
9	Cash Surplus as of June 30	Allowable
10	Less than \$1,000,000	40%
11	\$1,000,000 - \$2,999,999	35%
12	\$3,000,000 - \$3,999,999	30%
13	\$4,000,000 - \$4,999,999	25%
14	\$5,000,000 - \$5,999,999	20%
15	\$6,000,000 - \$7,999,999	18%
16	\$8,000,000 - \$9,999,999	16%
17	\$10,000,000 or more	14%

18 2. By February 1 the State Department of Education shall send  
19 by certified mail, with return receipt requested, to each School  
20 District Superintendent, Auditor and Regional Accreditation Officer  
21 a notice of and calculation sheet reflecting the general fund  
22 balance penalty to be assessed against that school district.  
23 Calculation of the general fund balance penalty shall not include  
24 federal revenue. Within thirty (30) days of receipt of this written

1 notice the school district shall submit to the Department a written  
2 reply either accepting or protesting the penalty to be assessed  
3 against the district. If protesting, the school district shall  
4 submit with its reply the reasons for rejecting the calculations and  
5 documentation supporting those reasons. The Department shall review  
6 all school district penalty protest documentation and notify each  
7 district by March 15 of its finding and the final penalty to be  
8 assessed to each district. General fund balance penalties shall be  
9 assessed to all school districts by April 1.

10 3. Any school district which receives proceeds from a tax  
11 settlement or a Federal Emergency Management Agency settlement  
12 during the last two (2) months of the preceding fiscal year shall be  
13 exempt from the penalties assessed in this subsection, if the  
14 penalty would occur solely as a result of receiving funds from the  
15 tax settlement.

16 4. Any school district which receives an increase in State Aid  
17 because of a change in Foundation and/or Salary Incentive Aid  
18 factors during the last two (2) months of the preceding fiscal year  
19 shall be exempt from the penalties assessed in this subsection, if  
20 the penalty would occur solely as a result of receiving funds from  
21 the increase in State Aid.

22 5. If a school district does not receive Foundation and/or  
23 Salary Incentive Aid during the preceding fiscal year, the State  
24 Board of Education may waive the penalty assessed in this subsection

1 if the penalty would result in a loss of more than forty percent  
2 (40%) of the remaining State Aid to be allocated to the school  
3 district between April 1 and the remainder of the school year and if  
4 the Board determines the penalty will cause the school district not  
5 to meet remaining financial obligations.

6 6. Any school district which receives gross production revenue  
7 apportionment during the 2002-2003 school year or in any subsequent  
8 school year that is greater than the gross production revenue  
9 apportionment of the preceding school year shall be exempt from the  
10 penalty assessed in this subsection, if the penalty would occur  
11 solely as a result of the gross production revenue apportionment, as  
12 determined by the State Board of Education.

13 7. Beginning July 1, 2003, school districts that participate in  
14 consolidation or annexation pursuant to the provisions of the  
15 Oklahoma School Voluntary Consolidation and Annexation Act shall be  
16 exempt from the penalty assessed in this subsection for the school  
17 year in which the consolidation or annexation occurs and for the  
18 next three (3) fiscal years.

19 8. Any school district which receives proceeds from a sales tax  
20 levied by a municipality pursuant to Section 22-159 of Title 11 of  
21 the Oklahoma Statutes or proceeds from a sales tax levied by a  
22 county pursuant to Section 1370 of Title 68 of the Oklahoma Statutes  
23 during the 2003-2004 school year or the 2004-2005 school year shall  
24 be exempt from the penalties assessed in this subsection, if the

1 penalty would occur solely as a result of receiving funds from the  
2 sales tax levy.

3 9. Any school district which has an amount of carryover in the  
4 general fund of the district in excess of the limits established in  
5 paragraph 1 of this subsection during the fiscal ~~year~~ years  
6 beginning July 1, ~~2019~~ 2020, July 1, 2021, July 1, 2022, and July 1,  
7 2023, shall not be assessed a general fund balance penalty as  
8 provided for in this subsection.

9 10. For purposes of calculating the general fund balance  
10 penalty, the terms "carryover" and "general fund balance" shall not  
11 include federal revenue.

12 H. In order to provide startup funds for the implementation of  
13 early childhood programs, State Aid may be advanced to school  
14 districts that initially start early childhood instruction at a  
15 school site. School districts that desire such advanced funding  
16 shall make application to the State Department of Education no later  
17 than September 15 of each year and advanced funding shall be awarded  
18 to the approved districts no later than October 30. The advanced  
19 funding shall not exceed the per pupil amount of State Aid as  
20 calculated in subsection D of this section per anticipated Head  
21 Start eligible student. The total amount of advanced funding shall  
22 be proportionately reduced from the monthly payments of the  
23 district's State Aid payments during the last six (6) months of the  
24 same fiscal year.

1 I. 1. Beginning July 1, 1996, the Oklahoma Tax Commission,  
2 notwithstanding any provision of law to the contrary, shall report  
3 monthly to the State Department of Education the monthly  
4 apportionment of the following information:

- 5 a. the assessed valuation of property,
- 6 b. motor vehicle collections,
- 7 c. R.E.A. tax collected, and
- 8 d. gross productions tax collected.

9 2. Beginning July 1, 1997, the State Auditor and Inspector's  
10 Office, notwithstanding any provision of law to the contrary, shall  
11 report monthly to the State Department of Education the monthly  
12 apportionment of the proceeds of the county levy.

13 3. Beginning July 1, 1996, the Commissioners of the Land  
14 Office, notwithstanding any provision of law to the contrary, shall  
15 report monthly to the State Department of Education the monthly  
16 apportionment of state apportionment.

17 4. Beginning July 1, 1997, the county treasurers' offices,  
18 notwithstanding any provision of law to the contrary, shall report  
19 monthly to the State Department of Education the ad valorem tax  
20 protest amounts for each county.

21 5. The information reported by the Tax Commission, the State  
22 Auditor and Inspector's Office, the county treasurers' offices and  
23 the Commissioners of the Land Office, pursuant to this subsection  
24

1 shall be reported by school district on forms developed by the State  
2 Department of Education.

3 SECTION 2. AMENDATORY 70 O.S. 2011, Section 18-200.1, as  
4 amended by Section 1 of Enrolled House Bill No. 2078 of the 1st  
5 Session of the 58th Oklahoma Legislature, is amended to read as  
6 follows:

7 Section 18-200.1 A. Beginning with the 2022-2023 school year,  
8 and each school year thereafter, each school district shall have its  
9 initial allocation of State Aid calculated based on the state  
10 dedicated revenues actually collected during the preceding fiscal  
11 year, the adjusted assessed valuation of the preceding year and the  
12 weighted average daily membership for the school district of the  
13 preceding school year. Each school district shall submit the  
14 following data based on the first nine (9) weeks, to be used in the  
15 calculation of the average daily membership of the school district:

- 16 1. Student enrollment by grade level;
- 17 2. Pupil category counts; and
- 18 3. Transportation supplement data.

19 On or before December 30, the State Department of Education  
20 shall determine each school district's current year allocation  
21 pursuant to subsection D of this section. The State Department of  
22 Education shall complete an audit, using procedures established by  
23 the Department, of the student enrollment by grade level data, pupil  
24 category counts and transportation supplement data to be used in the



1 State Aid Formula pursuant to subsection D of this section by  
2 December 1 and by January 15 shall notify each school district of  
3 the district's final State Aid allocation for the current school  
4 year. The January payment of State Aid and each subsequent payment  
5 for the remainder of the school year shall be based on the final  
6 State Aid allocation as calculated in subsection D of this section.  
7 Except for reductions made due to the assessment of penalties by the  
8 State Department of Education according to law, the January payment  
9 of State Aid and each subsequent payment for the remainder of the  
10 school year shall not decrease by an amount more than the amount  
11 that the current chargeable revenue increases for that district.

12 B. The State Department of Education shall retain not less than  
13 one and one-half percent (1 1/2%) of the total funds appropriated  
14 for financial support of schools, to be used to make midyear  
15 adjustments in State Aid and which shall be reflected in the final  
16 allocations. If the amount of appropriated funds, including the one  
17 and one-half percent (1 1/2%) retained, remaining after January 1 of  
18 each year is not sufficient to fully fund the final allocations, the  
19 Department shall recalculate each school district's remaining  
20 allocation pursuant to subsection D of this section using the  
21 reduced amount of appropriated funds.

22 C. On and after July 1, 1997, the amount of State Aid each  
23 district shall receive shall be the sum of the Foundation Aid, the  
24 Salary Incentive Aid and the Transportation Supplement, as adjusted

1 pursuant to the provisions of subsection G of this section and  
2 Section 18-112.2 of this title; provided, no district having per  
3 pupil revenue in excess of three hundred percent (300%) of the  
4 average per pupil revenue of all districts shall receive any State  
5 Aid or Supplement in State Aid.

6 The July calculation of per pupil revenue shall be determined by  
7 dividing the district's second preceding year's total weighted  
8 average daily membership (ADM) into the district's preceding year's  
9 total revenues excluding federal revenue, insurance loss payments,  
10 reimbursements, recovery of overpayments and refunds, unused  
11 reserves, prior expenditures recovered, prior year surpluses, and  
12 less the amount of any transfer fees paid in that year.

13 The December calculation of per pupil revenue shall be  
14 determined by dividing the district's preceding year's total  
15 weighted average daily membership (ADM) into the district's  
16 preceding year's total revenues excluding federal revenue, insurance  
17 loss payments, reimbursements, recovery of overpayments and refunds,  
18 unused reserves, prior expenditures recovered, prior year surpluses,  
19 and less the amount of any transfer fees paid in that year.

20 D. For the 1997-98 school year, and each school year  
21 thereafter, Foundation Aid, the Transportation Supplement and Salary  
22 Incentive Aid shall be calculated as follows:  
23  
24

1        1. Foundation Aid shall be determined by subtracting the amount  
2 of the Foundation Program Income from the cost of the Foundation  
3 Program and adding to this difference the Transportation Supplement.

4            a. The Foundation Program shall be a district's higher  
5 weighted average daily membership based on the first  
6 nine (9) weeks of the current school year or the  
7 preceding school year of a school district, as  
8 determined by the provisions of subsection A of  
9 Section 18-201.1 of this title and paragraphs 1, 2, 3  
10 and 4 of subsection B of Section 18-201.1 of this  
11 title, multiplied by the Base Foundation Support  
12 Level. However, for the portion of weighted  
13 membership derived from nonresident, transferred  
14 pupils enrolled in online courses, the Foundation  
15 Program shall be a district's weighted average daily  
16 membership of the preceding school year or the first  
17 nine (9) weeks of the current school year, whichever  
18 is greater, as determined by the provisions of  
19 subsection A of Section 18-201.1 of this title and  
20 paragraphs 1, 2, 3 and 4 of subsection B of Section  
21 18-201.1 of this title, multiplied by the Base  
22 Foundation Support Level.

23            b. The Foundation Program Income shall be the sum of the  
24 following:

- (1) The adjusted assessed valuation of the current school year of the school district, minus the previous year protested ad valorem tax revenues held as prescribed in Section 2884 of Title 68 of the Oklahoma Statutes, multiplied by the mills levied pursuant to subsection (c) of Section 9 of Article X of the Oklahoma Constitution, if applicable, as adjusted in subsection (c) of Section 8A of Article X of the Oklahoma Constitution. For purposes of this subsection, the "adjusted assessed valuation of the current school year" shall be the adjusted assessed valuation on which tax revenues are collected during the current school year, and
- (2) Seventy-five percent (75%) of the amount received by the school district from the proceeds of the county levy during the preceding fiscal year, as levied pursuant to subsection (b) of Section 9 of Article X of the Oklahoma Constitution, and
- (3) Motor Vehicle Collections, and
- (4) Gross Production Tax, and
- (5) State Apportionment, and
- (6) R.E.A. Tax.

The items listed in divisions (3), (4), (5), and (6) of this subparagraph shall consist of the amounts actually collected from such sources during the preceding fiscal year calculated on a per capita basis on the unit provided for by law for the distribution of each such revenue.

2. The Transportation Supplement shall be equal to the average daily haul times the per capita allowance times the appropriate transportation factor.

a. The average daily haul shall be the number of children in a district who are legally transported and who live one and one-half (1 1/2) miles or more from school.

b. The per capita allowance shall be determined using the following chart:

PER CAPITA		PER CAPITA	
DENSITY FIGURE	ALLOWANCE	DENSITY FIGURE	ALLOWANCE
.3000 - .3083	\$167.00	.9334 - .9599	\$99.00
.3084 - .3249	\$165.00	.9600 - .9866	\$97.00
.3250 - .3416	\$163.00	.9867 - 1.1071	\$95.00
.3417 - .3583	\$161.00	1.1072 - 1.3214	\$92.00
.3584 - .3749	\$158.00	1.3215 - 1.5357	\$90.00
.3750 - .3916	\$156.00	1.5358 - 1.7499	\$88.00
.3917 - .4083	\$154.00	1.7500 - 1.9642	\$86.00
.4084 - .4249	\$152.00	1.9643 - 2.1785	\$84.00

1	.4250 - .4416	\$150.00	2.1786 - 2.3928	\$81.00
2	.4417 - .4583	\$147.00	2.3929 - 2.6249	\$79.00
3	.4584 - .4749	\$145.00	2.6250 - 2.8749	\$77.00
4	.4750 - .4916	\$143.00	2.8750 - 3.1249	\$75.00
5	.4917 - .5083	\$141.00	3.1250 - 3.3749	\$73.00
6	.5084 - .5249	\$139.00	3.3750 - 3.6666	\$70.00
7	.5250 - .5416	\$136.00	3.6667 - 3.9999	\$68.00
8	.5417 - .5583	\$134.00	4.0000 - 4.3333	\$66.00
9	.5584 - .5749	\$132.00	4.3334 - 4.6666	\$64.00
10	.5750 - .5916	\$130.00	4.6667 - 4.9999	\$62.00
11	.5917 - .6133	\$128.00	5.0000 - 5.5000	\$59.00
12	.6134 - .6399	\$125.00	5.5001 - 6.0000	\$57.00
13	.6400 - .6666	\$123.00	6.0001 - 6.5000	\$55.00
14	.6667 - .6933	\$121.00	6.5001 - 7.0000	\$53.00
15	.6934 - .7199	\$119.00	7.0001 - 7.3333	\$51.00
16	.7200 - .7466	\$117.00	7.3334 - 7.6667	\$48.00
17	.7467 - .7733	\$114.00	7.6668 - 8.0000	\$46.00
18	.7734 - .7999	\$112.00	8.0001 - 8.3333	\$44.00
19	.8000 - .8266	\$110.00	8.3334 - 8.6667	\$42.00
20	.8267 - .8533	\$108.00	8.6668 - 9.0000	\$40.00
21	.8534 - .8799	\$106.00	9.0001 - 9.3333	\$37.00
22	.8800 - .9066	\$103.00	9.3334 - 9.6667	\$35.00
23	.9067 - .9333	\$101.00	9.6668 or more	\$33.00

24           c.     The formula transportation factor shall be 1.39.

1        3. Salary Incentive Aid shall be determined as follows:

2            a. Multiply the Incentive Aid guarantee by the district's  
3                higher weighted average daily membership based on the  
4                first nine (9) weeks of the current school year or the  
5                preceding school year of a school district, as  
6                determined by the provisions of subsection A of  
7                Section 18-201.1 of this title and paragraphs 1, 2, 3  
8                and 4 of subsection B of Section 18-201.1 of this  
9                title.

10          b. Divide the district's adjusted assessed valuation of  
11                the current school year minus the previous year's  
12                protested ad valorem tax revenues held as prescribed  
13                in Section 2884 of Title 68 of the Oklahoma Statutes,  
14                by one thousand (1,000) and subtract the quotient from  
15                the product of subparagraph a of this paragraph. The  
16                remainder shall not be less than zero (0).

17          c. Multiply the number of mills levied for general fund  
18                purposes above the fifteen (15) mills required to  
19                support Foundation Aid pursuant to division (1) of  
20                subparagraph b of paragraph 1 of this subsection, not  
21                including the county four-mill levy, by the remainder  
22                of subparagraph b of this paragraph. The product  
23                shall be the Salary Incentive Aid of the district.

1       E. By June 30, 1998, the State Department of Education shall  
2 develop and the Department and all school districts shall have  
3 implemented a student identification system which is consistent with  
4 the provisions of subsections C and D of Section 3111 of Title 74 of  
5 the Oklahoma Statutes. The student identification system shall be  
6 used specifically for the purpose of reporting enrollment data by  
7 school sites and by school districts, the administration of the  
8 Oklahoma School Testing Program Act, the collection of appropriate  
9 and necessary data pursuant to the Oklahoma Educational Indicators  
10 Program, determining student enrollment, establishing a student  
11 mobility rate, allocation of the State Aid Formula and mid-year  
12 adjustments in funding for student growth. This enrollment data  
13 shall be submitted to the State Department of Education in  
14 accordance with rules promulgated by the State Board of Education.  
15 Funding for the development, implementation, personnel training and  
16 maintenance of the student identification system shall be set out in  
17 a separate line item in the allocation section of the appropriation  
18 bill for the State Board of Education for each year.

19       F. 1. In the event that ad valorem taxes of a school district  
20 are determined to be uncollectible because of bankruptcy, clerical  
21 error, or a successful tax protest, and the amount of such taxes  
22 deemed uncollectible exceeds Fifty Thousand Dollars (\$50,000.00) or  
23 an amount greater than twenty-five percent (25%) of ad valorem taxes  
24 per tax year, or the valuation of a district is lowered by order of



1 the State Board of Equalization, the school district's State Aid,  
2 for the school year that such ad valorem taxes are calculated in the  
3 State Aid Formula, shall be determined by subtracting the net  
4 assessed valuation of the property upon which taxes were deemed  
5 uncollectible from the assessed valuation of the school district and  
6 the state. Upon request of the local board of education, it shall  
7 be the duty of the county assessor to certify to the Director of  
8 Finance of the State Department of Education the net assessed  
9 valuation of the property upon which taxes were determined  
10 uncollectible.

11 2. In the event that the amount of funds a school district  
12 receives for reimbursement from the Ad Valorem Reimbursement Fund is  
13 less than the amount of funds claimed for reimbursement by the  
14 school district due to insufficiency of funds as provided in Section  
15 193 of Title 62 of the Oklahoma Statutes, then the school district's  
16 assessed valuation for the school year that such ad valorem  
17 reimbursement is calculated in the State Aid Formula shall be  
18 adjusted accordingly.

19 G. 1. Notwithstanding the provisions of Section 18-112.2 of  
20 this title, a school district shall have its State Aid reduced by an  
21 amount equal to the amount of carryover in the general fund of the  
22 district as of June 30 of the preceding fiscal year, that is in  
23 excess of the following standards for two (2) consecutive years:

24	Total Amount of	Amount of
----	-----------------	-----------

1	General Fund Collections,	General Fund
2	Excluding Previous Year	Balance
3	Cash Surplus as of June 30	Allowable
4	Less than \$1,000,000	48%
5	\$1,000,000 - \$2,999,999	42%
6	\$3,000,000 - \$3,999,999	36%
7	\$4,000,000 - \$4,999,999	30%
8	\$5,000,000 - \$5,999,999	24%
9	\$6,000,000 - \$7,999,999	22%
10	\$8,000,000 - \$9,999,999	19%
11	\$10,000,000 or more	17%

12        2. By February 1 the State Department of Education shall send  
13 by certified mail, with return receipt requested, to each School  
14 District Superintendent, Auditor and Regional Accreditation Officer  
15 a notice of and calculation sheet reflecting the general fund  
16 balance penalty to be assessed against that school district.  
17 Calculation of the general fund balance penalty shall not include  
18 federal revenue. Within thirty (30) days of receipt of this written  
19 notice the school district shall submit to the Department a written  
20 reply either accepting or protesting the penalty to be assessed  
21 against the district. If protesting, the school district shall  
22 submit with its reply the reasons for rejecting the calculations and  
23 documentation supporting those reasons. The Department shall review  
24 all school district penalty protest documentation and notify each

1 district by March 15 of its finding and the final penalty to be  
2 assessed to each district. General fund balance penalties shall be  
3 assessed to all school districts by April 1.

4 3. Any school district which receives proceeds from a tax  
5 settlement or a Federal Emergency Management Agency settlement  
6 during the last two (2) months of the preceding fiscal year shall be  
7 exempt from the penalties assessed in this subsection, if the  
8 penalty would occur solely as a result of receiving funds from the  
9 tax settlement.

10 4. Any school district which receives an increase in State Aid  
11 because of a change in Foundation and/or Salary Incentive Aid  
12 factors during the last two (2) months of the preceding fiscal year  
13 shall be exempt from the penalties assessed in this subsection, if  
14 the penalty would occur solely as a result of receiving funds from  
15 the increase in State Aid.

16 5. If a school district does not receive Foundation and/or  
17 Salary Incentive Aid during the preceding fiscal year, the State  
18 Board of Education may waive the penalty assessed in this subsection  
19 if the penalty would result in a loss of more than forty percent  
20 (40%) of the remaining State Aid to be allocated to the school  
21 district between April 1 and the remainder of the school year and if  
22 the Board determines the penalty will cause the school district not  
23 to meet remaining financial obligations.

1       6. Any school district which receives gross production revenue  
2 apportionment during the 2002-2003 school year or in any subsequent  
3 school year that is greater than the gross production revenue  
4 apportionment of the preceding school year shall be exempt from the  
5 penalty assessed in this subsection, if the penalty would occur  
6 solely as a result of the gross production revenue apportionment, as  
7 determined by the State Board of Education.

8       7. Beginning July 1, 2003, school districts that participate in  
9 consolidation or annexation pursuant to the provisions of the  
10 Oklahoma School Voluntary Consolidation and Annexation Act shall be  
11 exempt from the penalty assessed in this subsection for the school  
12 year in which the consolidation or annexation occurs and for the  
13 next three (3) fiscal years.

14       8. Any school district which receives proceeds from a sales tax  
15 levied by a municipality pursuant to Section 22-159 of Title 11 of  
16 the Oklahoma Statutes or proceeds from a sales tax levied by a  
17 county pursuant to Section 1370 of Title 68 of the Oklahoma Statutes  
18 during the 2003-2004 school year or the 2004-2005 school year shall  
19 be exempt from the penalties assessed in this subsection, if the  
20 penalty would occur solely as a result of receiving funds from the  
21 sales tax levy.

22       9. Any school district which has an amount of carryover in the  
23 general fund of the district in excess of the limits established in  
24 paragraph 1 of this subsection during the fiscal years beginning

1 July 1, 2020, July 1, 2021, July 1, 2022, and July 1, 2023, shall  
2 not be assessed a general fund balance penalty as provided for in  
3 this subsection.

4 10. For purposes of calculating the general fund balance  
5 penalty, the terms "carryover" and "general fund balance" shall not  
6 include federal revenue.

7 H. In order to provide startup funds for the implementation of  
8 early childhood programs, State Aid may be advanced to school  
9 districts that initially start early childhood instruction at a  
10 school site. School districts that desire such advanced funding  
11 shall make application to the State Department of Education no later  
12 than September 15 of each year and advanced funding shall be awarded  
13 to the approved districts no later than October 30. The advanced  
14 funding shall not exceed the per pupil amount of State Aid as  
15 calculated in subsection D of this section per anticipated Head  
16 Start eligible student. The total amount of advanced funding shall  
17 be proportionately reduced from the monthly payments of the  
18 district's State Aid payments during the last six (6) months of the  
19 same fiscal year.

20 I. 1. Beginning July 1, 1996, the Oklahoma Tax Commission,  
21 notwithstanding any provision of law to the contrary, shall report  
22 monthly to the State Department of Education the monthly  
23 apportionment of the following information:

24 a. the assessed valuation of property,

- b. motor vehicle collections,
- c. R.E.A. tax collected, and
- d. gross productions tax collected.

2. Beginning July 1, 1997, the State Auditor and Inspector's Office, notwithstanding any provision of law to the contrary, shall report monthly to the State Department of Education the monthly apportionment of the proceeds of the county levy.

3. Beginning July 1, 1996, the Commissioners of the Land Office, notwithstanding any provision of law to the contrary, shall report monthly to the State Department of Education the monthly apportionment of state apportionment.

4. Beginning July 1, 1997, the county treasurers' offices, notwithstanding any provision of law to the contrary, shall report monthly to the State Department of Education the ad valorem tax protest amounts for each county.

5. The information reported by the Tax Commission, the State Auditor and Inspector's Office, the county treasurers' offices and the Commissioners of the Land Office, pursuant to this subsection shall be reported by school district on forms developed by the State Department of Education.

SECTION 3. AMENDATORY 70 O.S. 2011, Section 18-201.1, as last amended by Section 2 of Enrolled House Bill No. 2078 of the 1st Session of the 58th Oklahoma Legislature, is amended to read as follows:

1       Section 18-201.1 A. Beginning with the 2020-21 school year,  
2 and each school year thereafter, the weighted membership of a school  
3 district for calculation of Foundation Aid purposes pursuant to  
4 paragraph 1 of subsection D of Section 18-200.1 of this title shall  
5 be the sum of the weighted pupil grade level calculation, the  
6 weighted pupil category calculation, the weighted district  
7 calculation and the weighted teacher experience and degree  
8 calculation. The weighted membership of a school district for  
9 calculation of Salary Incentive Aid purposes pursuant to paragraph 3  
10 of subsection D of Section 18-200.1 of this title shall be the sum  
11 of the weighted pupil grade level calculation, the weighted pupil  
12 category calculation, the weighted district calculation and the  
13 weighted teacher experience and degree calculation.

14       B. Beginning with the 2022-2023 school year, the weighted  
15 calculations provided for in subsection A of this section shall be  
16 based on the higher weighted average daily membership of the first  
17 nine (9) weeks of the current school year or the preceding school  
18 year of a school district, unless otherwise specified. The higher  
19 of the two (2) weighted average daily memberships shall be used  
20 consistently in all of the calculations; however, the weighted  
21 calculation for a statewide virtual charter school experiencing a  
22 significant decline in membership shall be based on the first nine  
23 (9) weeks of the current school year for the statewide virtual  
24 charter school. For purposes of this subsection, "significant

1 decline in membership" means equal to or greater than a fifteen  
2 percent (15%) decrease in average daily membership from the  
3 preceding school year to the average daily membership of the first  
4 nine (9) weeks of the current school year. The average daily  
5 membership data used for all calculations in paragraphs 1, 2, 3 and  
6 4 of this subsection shall be the same as used in the calculation of  
7 the State Aid Formula. The weighted calculations provided for in  
8 subsection A of this section shall be determined as follows:

9 1. The weighted pupil grade level calculation shall be  
10 determined by taking the highest average daily membership and  
11 assigning weights to the pupils according to grade attended as  
12 follows:

13	GRADE LEVEL	WEIGHT
14	a. Half-day early childhood programs	.7
15	b. Full-day early childhood programs	1.3
16	c. Half-day kindergarten	1.3
17	d. Full-day kindergarten	1.5
18	e. First and second grade	1.351
19	f. Third grade	1.051
20	g. Fourth through sixth grade	1.0
21	h. Seventh through twelfth grade	1.2
22	i. Out-of-home placement	1.50

23 Multiply the membership of each subparagraph of this paragraph by  
24 the weight assigned to such subparagraph of this paragraph and add



1 the totals together to determine the weighted pupil grade level  
2 calculation for a school district. Determination of the pupils  
3 eligible for the early childhood program weight shall be pursuant to  
4 the provisions of Section 1-114 of this title. The pupils eligible  
5 for the out-of-home placement pupil weight shall be students who are  
6 not residents of the school district in which they are receiving  
7 education pursuant to the provisions of subsection D of Section 1-  
8 113 of this title. Such weight may be claimed by the district  
9 providing educational services to such student for the days that  
10 student is enrolled in that district. If claimed, the out-of-home  
11 placement weight shall be in lieu of the pupil grade level and any  
12 pupil category weights for that student. Provided, if a student  
13 resides in a juvenile detention center that is restricted to less  
14 than twelve (12) beds, the out-of-home placement pupil weight for  
15 such students shall be calculated as follows: for a center with six  
16 (6) beds - 3.0; for a center with eight (8) beds - 2.3 and for a  
17 center with ten (10) beds - 1.80.

18 2. The weighted pupil category calculation shall be determined  
19 by assigning a weight to the pupil category as follows:

20	CATEGORY	WEIGHT
21	a. Visual Impairment	3.8
22	b. Specific Learning Disability	.4
23	c. Deafness or Hearing Impairment	2.9
24	d. Deaf-Blindness	3.8

1	e. Intellectual Disability	1.3
2	f. Emotional Disturbance	2.5
3	g. Gifted	.34
4	h. Multiple Disabilities	2.4
5	i. Orthopedic Impairment	1.2
6	j. Speech or Language Impairment	.05
7	k. Bilingual	.25
8	l. Special Education Summer Program	1.2
9	m. Economically Disadvantaged	.25
10	n. Optional Extended School Year	
11	Program	As determined by
12		the State Board
13		of Education
14	o. Autism	2.4
15	p. Traumatic Brain Injury	2.4
16	q. Other Health Impairment	1.2

17 Except as otherwise provided, multiply the number of pupils approved  
18 in the school year with the highest average daily membership in each  
19 category by the weight assigned to such category and add the totals  
20 together to determine the weighted pupil category calculation for a  
21 school district. For the 1997-98 school year and subsequent school  
22 years, the number to be multiplied by the weight assigned to the  
23 gifted category in subparagraph g of this paragraph shall be the  
24 lesser of (1) the sum of the number of students who scored in the

1 top three percent (3%) on any national standardized test of  
2 intellectual ability plus the number of students identified as  
3 gifted pursuant to subparagraphs a through d of paragraph 1 of  
4 Section 1210.301 of this title, or (2) the sum of the number of  
5 students who scored in the top three percent (3%) on any national  
6 standardized test of intellectual ability plus eight percent (8%) of  
7 the total average daily membership of the school district for the  
8 first nine (9) weeks of the school year.

9 3. The weighted district calculation shall be determined by  
10 determining the calculations for each school district for both the  
11 small school district formula and the district sparsity - isolation  
12 formula, applying whichever is the greater of the calculations of  
13 the two formulas and then applying the restrictions pursuant to  
14 subparagraph c of this paragraph.

15 a. Small school district formula: 529 minus the average  
16 daily membership divided by 529 times .2 times total  
17 average daily membership.

18 The small school district formula calculation shall apply  
19 only to school districts whose highest average daily  
20 membership is less than 529 pupils. School districts which  
21 are consolidated or annexed after July 1, 2003, pursuant to  
22 the Oklahoma School Voluntary Consolidation and Annexation  
23 Act shall have the weighted district size calculation for  
24 the three (3) school years following the fiscal year in

1       which such consolidation occurred calculated to be the sum  
2       of the individual consolidated districts computed as if the  
3       consolidation had not taken place.  Thereafter, any such  
4       district which is consolidated pursuant to the Oklahoma  
5       School Voluntary Consolidation and Annexation Act shall not  
6       qualify for the weighted district calculation unless the  
7       district can satisfy the specifications herein.  Subject to  
8       the provisions of subparagraph c of this paragraph, the  
9       resulting number shall be counted as additional students  
10      for the purpose of calculating State Aid.

11      b.   District sparsity - isolation formula:

12      The district sparsity - isolation formula calculation shall  
13      apply only to school districts:

14           (1)   whose total area in square miles is greater than  
15                the average number of square miles for all school  
16                districts in this state; and

17           (2)   whose areal density is less than one-fourth (1/4)  
18                of the state average areal density.  Areal  
19                density shall be determined by dividing the  
20                school district's average daily membership by the  
21                school district's total area in square miles.

22      The district sparsity - isolation formula calculation shall  
23      be calculated as follows:

1           The school district student cost factor multiplied by  
2           the school district area factor. The resulting  
3           product shall be multiplied by the school district's  
4           average daily membership. Subject to the provisions  
5           of subparagraph c of this paragraph, the resulting  
6           number shall be counted as additional students for the  
7           purpose of calculating State Aid.

8           The school district student cost factor shall be calculated  
9           as follows:

10           The school district's average daily membership shall  
11           be categorized into the following grade level groups  
12           and applied to the appropriate formulas as computed  
13           below:

14           Grade Level Group

15           Grades K-5           Divide 74 by the sum of the Grade  
16                                   Level ADM plus 23,  
17                                   add .85 to the quotient, then  
18                                   multiply the sum by the Grade  
19                                   Level ADM.

20           Grades 6-8           Divide 122 by the sum of the Grade  
21                                   Level ADM plus 133,  
22                                   add .85 to the quotient, then  
23                                   multiply the sum by the Grade  
24                                   Level ADM.

1        Grades 9-12                    Divide 292 by the sum of the Grade  
2    Level ADM plus 128,  
3    add .78 to the quotient, then  
4    multiply the sum by the Grade  
5    Level ADM.

6                    The sum of the grade level group's average daily  
7                    membership shall be divided by the school district's  
8                    average daily membership. The number one (1.0) shall  
9                    be subtracted from the resulting quotient.

10            The school district area cost factor shall be calculated as  
11            follows:

12                    Subtract the state average district area from the  
13                    district area, then divide the remainder by the state  
14                    average district area;

15            however, the district area cost factor shall not exceed one  
16            (1.0).

17            The State Board of Education shall define geographical barriers  
18            whose location in a school district would inhibit the district from  
19            consolidation or annexation. The Board shall make available an  
20            application process, review applications, and for districts the  
21            Board deems necessary allow additional square miles to be used for  
22            the purposes of calculations used for the weighted district sparsity  
23            - isolation formula. Provided, that the additional square miles  
24

1 allowed for geographical barriers shall not exceed thirty percent  
2 (30%) of the district's actual size.

3 c. State Aid funds which a district is calculated to  
4 receive as a result of the weighted district  
5 calculation shall be restricted as follows:

6 If, after the weighted district calculation is  
7 applied, the district's projected per pupil  
8 revenue exceeds one hundred fifty percent (150%)  
9 of the projected state average per pupil revenue,  
10 then the district's State Aid shall be reduced by  
11 an amount that will restrict the district's  
12 projected per pupil revenue to one hundred fifty  
13 percent (150%) of the projected state average per  
14 pupil revenue. Provided, in applying the  
15 restriction provided in this division, the  
16 district's State Aid shall not be reduced by an  
17 amount greater than by the amount of State Aid  
18 which was generated by the weighted district  
19 calculation.

20 The July calculation of the projected per pupil  
21 revenue shall be determined by dividing the district's  
22 preceding year's average daily membership (ADM) as  
23 weighted by the pupil grade level, the pupil category,  
24 the district and the teacher experience degree index

1 calculations for projected State Aid into the  
2 district's projected total revenues including  
3 projected funds for the State Aid Formula for the  
4 preceding year, net assessed valuation for the  
5 preceding calendar year times thirty-nine (39) mills,  
6 county revenues excluding the county four-mills  
7 revenues for the second preceding year, other state  
8 appropriations for the preceding year and the  
9 collections for the preceding year of state  
10 apportionment, motor vehicle revenue, gross production  
11 tax and R.E.A. tax.

12 The December calculation of the projected per pupil  
13 revenue shall be determined by dividing the higher of  
14 the district's first nine (9) weeks of the current  
15 school year or the preceding school year's average  
16 daily membership (ADM) as weighted by the pupil grade  
17 level, the pupil category, the district and the  
18 teacher experience degree index calculations for  
19 projected State Aid into the district's projected  
20 total revenues including funds for the December  
21 calculation of the current year State Aid Formula, net  
22 assessed valuation for the current calendar year times  
23 thirty-nine (39) mills, county revenues excluding the  
24 county four-mills revenue for the preceding year,



other state appropriations for the preceding year and the collections for the preceding year of state apportionment, motor vehicle revenue, gross production tax and R.E.A. tax.

The district's projected total revenues for each calculation shall exclude the following collections for the second preceding year: federal revenue, insurance loss payments, reimbursements, recovery of overpayments and refunds, unused reserves, prior expenditures recovered, prior year surpluses, and other local miscellaneous revenues.

4. The weighted teacher experience and degree calculation shall be determined in accordance with the teacher experience and degree index. The State Department of Education shall determine an index for each state teacher by using data supplied in the school district's teacher personnel reports of the preceding year and utilizing the index as follows:

TEACHER EXPERIENCE - DEGREE INDEX

EXPERIENCE	BACHELOR'S DEGREE	MASTER'S DEGREE	DOCTOR'S
0 - 2	.7	.9	1.1
3 - 5	.8	1.0	1.2
6 - 8	.9	1.1	1.3
9 - 11	1.0	1.2	1.4

1	12 - 15	1.1	1.3	1.5
2	Over 15	1.2	1.4	1.6

3       The school district teacher index for each school district shall  
4 be determined by subtracting the weighted average state teacher from  
5 the weighted average district teacher. Multiply the school district  
6 teacher index if greater than zero by .7 and then multiply that  
7 product by the sum of the district's weighted pupil grade level  
8 calculation provided in paragraph 1 of this subsection and the  
9 weighted pupil category calculation provided in subparagraph m of  
10 paragraph 2 of this subsection to determine the weighted teacher  
11 experience and degree calculation.

12       SECTION 4. Sections 2 and 3 of this act shall become effective  
13 July 1, 2022.

14       SECTION 5. It being immediately necessary for the preservation  
15 of the public peace, health or safety, an emergency is hereby  
16 declared to exist, by reason whereof Section 1 of this act shall  
17 take effect and be in full force from and after its passage and  
18 approval.

19  
20  
21  
22  
23  
24

1 Passed the House of Representatives the 17th day of May, 2021.

2  
3  
4 Presiding Officer of the House  
of Representatives

5  
6 Passed the Senate the \_\_\_\_ day of \_\_\_\_\_, 2021.

7  
8 Presiding Officer of the Senate