

COMMITTEE ON COMMERCE

HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2388

(Reference to printed bill)

1 Strike everything after the enacting clause and insert:

2 "Section 1. Title 15, chapter 9, article 1, Arizona Revised Statutes,
3 is amended by adding section 15-910.04, to read:

4 15-910.04. School district budgets; actual utility costs;
5 adjustment; definitions

6 A. FOR FISCAL YEAR 2009-2010, A SCHOOL DISTRICT MAY BUDGET FOR ACTUAL
7 UTILITY COSTS BY ADJUSTING ITS REVENUE CONTROL LIMIT BY AN AMOUNT COMPUTED AS
8 FOLLOWS:

9 1. DETERMINE THE AVERAGE AMOUNT THAT THE SCHOOL DISTRICT EXPENDED FOR
10 TOTAL UTILITY COSTS IN FISCAL YEARS 2006-2007 AND 2007-2008.

11 2. SUBTRACT FROM THE AMOUNT DETERMINED IN PARAGRAPH 1 OF THIS
12 SUBSECTION THE AMOUNT EXPENDED FOR UTILITIES AS REPORTED IN THE UTILITY
13 EXPENDITURES LINE IN THE MAINTENANCE AND OPERATION SECTION OF THE SCHOOL
14 DISTRICT'S BUDGET IN FISCAL YEAR 2007-2008.

15 3. MULTIPLY THE AMOUNT DETERMINED IN PARAGRAPH 2 OF THIS SUBSECTION BY
16 0.90.

17 B. FOR FISCAL YEAR 2010-2011, A SCHOOL DISTRICT MAY BUDGET FOR ACTUAL
18 UTILITY COSTS BY ADJUSTING ITS REVENUE CONTROL LIMIT BY AN AMOUNT COMPUTED AS
19 FOLLOWS:

20 1. DETERMINE THE AVERAGE AMOUNT THAT THE SCHOOL DISTRICT EXPENDED FOR
21 TOTAL UTILITY COSTS IN FISCAL YEARS 2007-2008 AND 2008-2009.

22 2. SUBTRACT FROM THE AMOUNT DETERMINED IN PARAGRAPH 1 OF THIS
23 SUBSECTION THE AMOUNT EXPENDED FOR UTILITIES AS REPORTED IN THE UTILITY
24 EXPENDITURES LINE IN THE MAINTENANCE AND OPERATION SECTION OF THE SCHOOL
25 DISTRICT'S BUDGET IN FISCAL YEAR 2008-2009.

26 3. MULTIPLY THE AMOUNT IN PARAGRAPH 2 OF THIS SUBSECTION BY 0.90.

27 C. FOR FISCAL YEARS 2011-2012 THROUGH 2020-2021, A SCHOOL DISTRICT MAY
28 BUDGET FOR ACTUAL UTILITY COSTS BY ADJUSTING ITS REVENUE CONTROL LIMIT BY AN
29 AMOUNT COMPUTED AS FOLLOWS:

1 1. DETERMINE THE AVERAGE AMOUNT EXPENDED FOR UTILITIES FOR THE TWO
2 PREVIOUS FISCAL YEARS AS REPORTED IN THE UTILITY EXPENDITURES LINE IN THE
3 MAINTENANCE AND OPERATION SECTION OF THE SCHOOL DISTRICT'S BUDGET.

4 2. SUBTRACT FROM THE AMOUNT DETERMINED IN PARAGRAPH 1 OF THIS
5 SUBSECTION THE AMOUNT DETERMINED IN SUBSECTION B, PARAGRAPH 2 OF THIS
6 SECTION, INCREASED BY THE TOTAL PERCENTAGE INCREASE IN THE REVENUE CONTROL
7 LIMIT FROM FISCAL YEAR 2008-2009 TO THE ACTUAL YEAR UTILIZED IN THE
8 CALCULATION AS PROVIDED IN THIS SECTION.

9 3. MULTIPLY THE AMOUNT IN PARAGRAPH 2 OF THIS SUBSECTION BY 0.90.

10 E. FOR THE PURPOSES OF THIS SECTION:

11 1. "ACTUAL UTILITY COSTS" MEANS OPERATIONAL COSTS FOR WHICH A SCHOOL
12 DISTRICT IS BILLED BY A SERVICE PROVIDER FOR ELECTRICITY, GAS, WATER,
13 SANITATION AND TELECOMMUNICATIONS.

14 2. "ELECTRICITY" HAS THE SAME MEANING PRESCRIBED IN SECTION 30-801.

15 3. "GAS" HAS THE SAME MEANING PRESCRIBED IN SECTION 27-501.

16 4. "TELECOMMUNICATIONS" MEANS THE TRANSMISSION OF INFORMATION OVER
17 TELEPHONE NETWORKS, THE INTERNET AND CABLE AND SATELLITE TELEVISION SYSTEMS
18 OR OTHER EQUIVALENT TECHNOLOGY.

19 Sec. 2. Section 15-944, Arizona Revised Statutes, is amended to read:

20 15-944. Base revenue control limit

21 A. The base revenue control limit for each school district for fiscal
22 year 1980-1981 is computed as follows:

23 1. Add the amounts in the fiscal year 1979-1980 budget effective May
24 15, 1980 for general operating and special education.

25 2. Subtract the following budgeted revenues from the sum obtained in
26 paragraph 1 of this subsection:

27 (a) Tuition paid for attendance of nonresident pupils.

28 (b) State assistance as provided in section 15-976.

29 (c) Special education revenues as provided in section 15-825,
30 subsection D and section 15-1204.

31 (d) Proceeds from the sale or lease of school property as provided in
32 section 15-1102.

1 3. Add the increase in the base support level from fiscal year
2 1979-1980 to fiscal year 1980-1981 to the difference obtained in paragraph 2
3 of this subsection.

4 B. The equalization factor for each school district is computed as
5 follows:

6 1. Divide the sum obtained in subsection A, paragraph 3 of this
7 section by the base support level for fiscal year 1980-1981.

8 2. Subtract 1.0 from the quotient obtained in paragraph 1 of this
9 subsection to obtain the equalization factor.

10 C. The revenue variation factor for each fiscal year is as follows:

11 1. For fiscal year 1981-1982, 0.80.

12 2. For fiscal year 1982-1983, 0.60.

13 3. For fiscal year 1983-1984, 0.40.

14 4. For fiscal year 1984-1985, 0.20.

15 D. The base revenue control limit for each school district during the
16 five years in which the equalization plan is in operation is computed as
17 follows:

18 1. Multiply the equalization factor by the revenue variation factor
19 for the applicable year. Beginning with fiscal year 1983-1984 if the
20 resulting product is less than negative 0.08, use negative 0.08 for
21 computation purposes as provided in paragraph 2 of this subsection.

22 2. Multiply the product obtained in paragraph 1 of this subsection by
23 the base support level for the applicable year.

24 3. Add the base support level for the applicable year to the product
25 obtained in paragraph 2 of this subsection.

26 E. For fiscal year 1985-1986 and each fiscal year thereafter, the base
27 revenue control limit equals the base support level for the same fiscal year
28 **AND THE AMOUNT DETERMINED IN SECTION 15-910.04.**

29 Sec. 3. Section 15-947, Arizona Revised Statutes, is amended to read:

30 15-947. Revenue control limit; district support level; general
31 budget limit; unrestricted total capital budget
32 limit; soft capital allocation limit

1 A. The revenue control limit for a school district is equal to the sum
2 of the base revenue control limit determined in section 15-944, **THE AMOUNT**
3 **DETERMINED IN SECTION 15-910.04** and the transportation revenue control limit
4 determined in section 15-946.

5 B. The district support level for a school district is equal to the
6 sum of the base support level determined in section 15-943 and the
7 transportation support level determined in section 15-945.

8 C. The general budget limit for each school district, for each fiscal
9 year, is the sum of the following:

10 1. The maintenance and operations portion of the revenue control limit
11 for the budget year.

12 2. The maintenance and operation portion of the following amounts:

13 (a) Amounts that are fully funded by revenues other than a levy of
14 taxes upon the taxable property within the school district, as listed below:

15 (i) Amounts budgeted as the budget balance carryforward as provided in
16 section 15-943.01.

17 (ii) Tuition revenues for attendance of nonresident pupils.

18 (iii) State assistance as provided in section 15-976.

19 (iv) Special education revenues as provided in section 15-825,
20 subsection D and section 15-1204.

21 (v) P.L. 81-874 assistance determined for children with disabilities,
22 children with specific learning disabilities and children residing on Indian
23 lands as provided in section 15-905, subsections K and O.

24 (vi) P.L. 81-874 administrative costs as provided in section 15-905,
25 subsection P.

26 (vii) State assistance for excess tuition as provided in section
27 15-825.01.

28 (viii) Amounts received from the state board of education pursuant to
29 section 15-973.01.

30 (b) Amounts approved pursuant to an override election as provided in
31 section 15-481 for the applicable fiscal year.

1 (c) Expenditures for excess utility costs as provided in section
2 15-910.

3 (d) Amounts authorized by the county school superintendent pursuant to
4 section 15-974, subsection C.

5 (e) Expenditures for complying with a court order of desegregation as
6 provided in section 15-910.

7 (f) Expenditures for the bond issues portion of the cost of tuition as
8 provided in section 15-910.

9 (g) Interest on registered warrants or tax anticipation notes as
10 provided in section 15-910.

11 (h) Amounts budgeted for a jointly owned and operated career and
12 technical education and vocational education center as provided in section
13 15-910.01.

14 ~~(i) Amount of energy reduction adjustment pursuant to section~~
15 ~~15-910.02.~~

16 3. The maintenance and operations portion of the capital outlay
17 revenue limit for the budget year.

18 4. Any other budget item that is budgeted in the maintenance and
19 operation section of the budget and that is specifically exempt from the
20 revenue control limit or the capital outlay revenue limit.

21 D. The unrestricted capital budget limit, for each school district for
22 each fiscal year, is the sum of the following:

23 1. The federal impact adjustment as determined in section 15-964 for
24 the budget year.

25 2. Any other budget item that is budgeted in the capital outlay
26 section of the budget and that is specifically exempt from the capital outlay
27 revenue limit.

28 3. The capital portion of the amounts contained in subsection
29 C, paragraph 2 of this section.

30 4. The unexpended budget balance in the unrestricted capital outlay
31 fund from the previous fiscal year.

1 D. The soft capital allocation limit for each joint technological
2 education district for the budget year is as provided in section 15-947,
3 subsection E."

4 Amend title to conform

and, as so amended, it do pass

RICH CRANDALL
Vice-Chairman

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