
Proposition 301 Overview

February 14, 2018
Education Subcommittee

JLBC

Proposition 301 Background

- Authorized by Laws 2000, Chapter 1, 5th Special Session

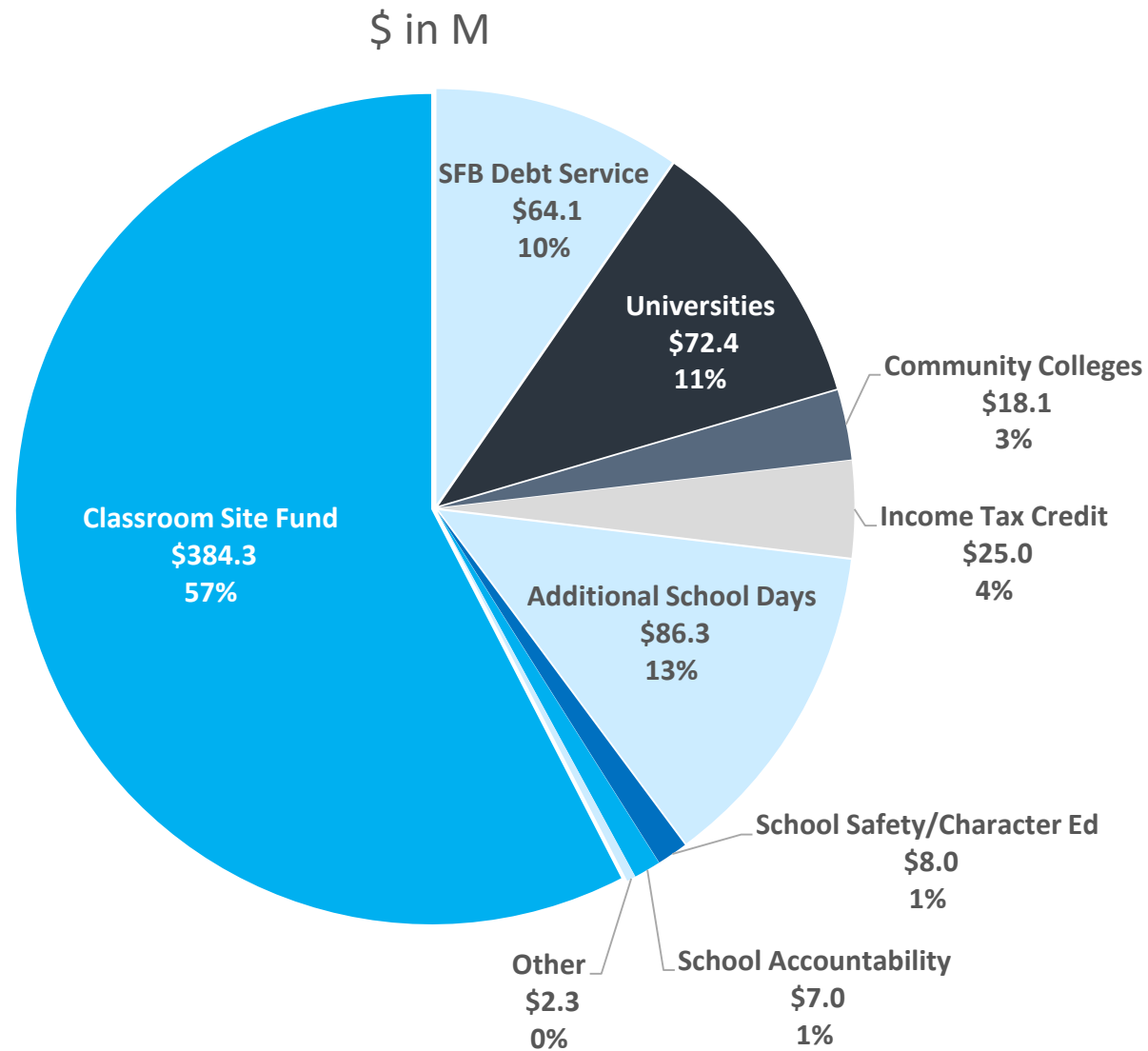
- ❑ Referred Statutory Changes to Voters:
 - Require annual inflation adjustments to “the base level or other components of the RCL” (A.R.S. § 15-901.01)
 - Eliminate Excess Utilities (A.R.S. § 15-910A)
 - Cap QTR at \$4.253 and SETR at \$0.5123 (A.R.S. § 41-1276)
 - Authorize additional 0.6¢ sales tax through June 30, 2021 (A.R.S. § 42-5010G and § 42-5155)
 - Prescribe distribution of 0.6¢ sales tax monies (A.R.S. § 42-5029E)
 - Establish income tax credit for 0.6¢ sales tax paid (A.R.S. § 43-1072.01)

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- Established or Modified Other Statutes (not voter-referred):
 - Character Education Grants (A.R.S. § 15-154.01)
 - School Accountability (A.R.S. § 15-241)
 - 180 Day School Year (A.R.S. § 15-341.01)
 - Classroom Site Fund (A.R.S. § 15-977)
 - Student Accountability Information System (A.R.S. § 15-1041)
 - Community College Workforce Development (A.R.S. § 15-1472)
 - Technology & Research Initiative Fund (A.R.S. § 15-1648)
 - School Improvement Revenue Bonds (A.R.S. § 15-2081)
 - Dedicate Land Trust Growth to CSF (A.R.S. § 37-521B4)
 - Other miscellaneous changes (91 page bill)

Proposition 301 Funding – FY 2017



Proposition 301 Sales Tax Distributions

- FY 2017 Actuals

<u>Recipient</u>	<u>\$ in M</u>	<u>Comment</u>
School Facilities Board	\$ 64.1	Debt service on \$795 M of SFB school repair bonds
Universities	72.4	12% of monies remaining after SFB debt service
Community Colleges	18.1	3% of monies remaining after SFB debt service
Tribal Colleges	0.8	Same formula as for community colleges
Income Tax Credit	<u>25.0</u>	Credit authorized by A.R.S. § 43.1072.01
Non-ADE Programs	\$180.4	
Additional School Days	86.3	Add 5 days to the school year (180 days total)
School Safety/Character Ed	8.0	School Safety (\$7.8 M) and Character Ed (\$0.8 M)
School Accountability	7.0	School Accountability (A.R.S. §§ 15-241 and 15-1041)
Failing Schools	1.5	Failing Schools Tutoring Fund (A.R.S. § 15-241.CC)
Classroom Site Fund	<u>384.3</u>	Receives all remaining monies (A.R.S. § 15-977)
ADE Programs	\$487.1	
Grand Total	\$667.5	