

This Document can be made available
in alternative formats upon request

State of Minnesota
HOUSE OF REPRESENTATIVES

**EIGHTY-SIXTH
SESSION**

HOUSE FILE No. 2728

February 4, 2010

Authored by Abeler

The bill was read for the first time and referred to the Committee on Finance

1.1 A bill for an act
1.2 relating to education; providing for explosive growth revenue; amending
Minnesota Statutes 2008, section 126C.10, subdivision 1, by adding a
subdivision.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2008, section 126C.10, subdivision 1, is amended to read:

1.7 Subdivision 1. **General education revenue.** For fiscal year ~~2006~~ 2012 and later,
1.8 the general education revenue for each district equals the sum of the district's basic
1.9 revenue, extended time revenue, gifted and talented revenue, basic skills revenue, training
1.10 and experience revenue, secondary sparsity revenue, elementary sparsity revenue,
1.11 transportation sparsity revenue, total operating capital revenue, equity revenue, alternative
1.12 teacher compensation revenue, ~~and~~ transition revenue, and explosive growth revenue.

1.13 Sec. 2. Minnesota Statutes 2008, section 126C.10, is amended by adding a subdivision
1.14 to read:

1.15 Subd. 37. **Explosive growth revenue.** A district's explosive growth revenue equals
1.16 the product of \$500 times the adjusted marginal cost pupil units for the school year if:

1.17 (1) the district had a four percent or greater increase in its average daily membership
1.18 between fiscal years 2001 and 2009;

1.19 (2) the total increase in the district's average daily membership between fiscal years
1.20 2001 and 2009 exceeds 2,900;

1.21 (3) the district has 50 percent or more of its local levy dedicated to debt service
1.22 in the previous year; and

2.1 (4) the district is locally taxing at a rate equal to 40 percent or more of its adjusted
2.2 net tax capacity each year.

2.3 **EFFECTIVE DATE.** This section is effective July 1, 2011.