

**SENATE**  
**STATE OF MINNESOTA**  
**NINETY-FIRST SESSION**

**S.F. No. 3135**

(SENATE AUTHORS: ABELER, Wiklund, Anderson, P., Wiger and Chamberlain)

DATE  
02/13/2020

D-PG

Introduction and first reading  
Referred to E-12 Finance and Policy

OFFICIAL STATUS

1.1 A bill for an act  
 1.2 relating to education finance; eliminating a required set aside of compensatory  
 1.3 revenue for extended time programming; amending Minnesota Statutes 2018,  
 1.4 section 126C.10, subdivision 3.

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

1.6 Section 1. Minnesota Statutes 2018, section 126C.10, subdivision 3, is amended to read:

1.7 Subd. 3. **Compensatory education revenue.** (a) The compensatory education revenue  
 1.8 for each building in the district equals the formula allowance minus \$839 times the  
 1.9 compensation revenue pupil units computed according to section 126C.05, subdivision 3.

1.10 A district's compensatory revenue equals the sum of its compensatory revenue for each  
 1.11 building in the district and the amounts designated under Laws 2015, First Special Session  
 1.12 chapter 3, article 2, section 70, subdivision 8, for fiscal year 2017. Revenue shall be paid  
 1.13 to the district and must be allocated according to section 126C.15, subdivision 2.

1.14 (b) When the district contracting with an alternative program under section 124D.69  
 1.15 changes prior to the start of a school year, the compensatory revenue generated by pupils  
 1.16 attending the program shall be paid to the district contracting with the alternative program  
 1.17 for the current school year, and shall not be paid to the district contracting with the alternative  
 1.18 program for the prior school year.

1.19 (c) When the fiscal agent district for an area learning center changes prior to the start of  
 1.20 a school year, the compensatory revenue shall be paid to the fiscal agent district for the  
 1.21 current school year, and shall not be paid to the fiscal agent district for the prior school year.

1.22 ~~(d) Of the amount of revenue under this subdivision, 1.7 percent for fiscal year 2018,~~  
 1.23 ~~3.5 percent for fiscal year 2019, and for fiscal year 2020 and later, 3.5 percent plus the~~

- 2.1 ~~percentage change in the formula allowance from fiscal year 2019, must be used for extended~~
- 2.2 ~~time activities under subdivision 2a, paragraph (e).~~
- 2.3 **EFFECTIVE DATE.** This section is effective for fiscal year 2021 and later.