House Amendments to Senate Bill No. 2606

TO THE SECRETARY OF THE SENATE:

THIS IS TO INFORM YOU THAT THE HOUSE HAS ADOPTED THE AMENDMENTS SET OUT BELOW:

AMENDMENT NO. 1

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- 11 SECTION 1. Any public school district that received a loan 12 from the Educational Facilities Revolving Loan Fund, which was created under former Section 37-47-24, that has not been repaid in 13 full before the effective date of this act shall make repayments 14 of the principal of and, when applicable, interest on the loan to 15 16 the Department of Finance and Administration in accordance with 17 the terms of the loan agreement made between the school district and the Department of Education until the loan is fully repaid. 18 The Department of Finance and Administration shall deposit all 19 20 such loan repayments received into the Education Enhancement Fund. 21 The Department of Finance and Administration may take any of the 22 actions that the State Department of Education could take under 23 former Section 37-47-24 against a school district that is in arrears on loan repayments, in order to enforce the repayment of 24 25 the loan.
- SECTION 2. Section 37-61-33, Mississippi Code of 1972, is
- 27 amended as follows:

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28 37-61-33. (1) There is created within the State Treasury a
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- 29 special fund to be designated the "Education Enhancement Fund"
- 30 into which shall be deposited all the revenues collected pursuant
- 31 to Sections 27-65-75(5), (7) and (8) * * *, 27-67-31(a) and (b)
- 32 and Section 1 of this act.
- 33 (2) Of the amount deposited into the Education Enhancement
- 34 Fund, Sixteen Million Dollars (\$16,000,000.00) shall be
- 35 appropriated each fiscal year to the State Department of Education
- 36 to be distributed to all school districts. Such money shall be
- 37 distributed to all school districts in the proportion that the net
- 38 enrollment of each school district bears to the net enrollment of
- 39 all school districts within the state for the following purposes:
- 40 (a) Purchasing, erecting, repairing, equipping,
- 41 remodeling and enlarging school buildings and related facilities,
- 42 including gymnasiums, auditoriums, lunchrooms, vocational training
- 43 buildings, libraries, teachers' homes, school barns,
- 44 transportation vehicles (which shall include new and used
- 45 transportation vehicles) and garages for transportation vehicles,
- 46 and purchasing land therefor;
- 47 (b) Establishing and equipping school athletic fields
- 48 and necessary facilities connected therewith, and purchasing land
- 49 therefor;
- 50 (c) Providing necessary water, light, heating,
- 51 air-conditioning and sewerage facilities for school buildings, and
- 52 purchasing land therefor;

53 As a pledge to pay all or a portion of the debt 54 service on debt issued by the school district under Sections 55 37-59-1 through 37-59-45, 37-59-101 through 37-59-115, 37-7-351 through 37-7-359, 37-41-89 through 37-41-99, 37-7-301, 37-7-302 56 57 and 37-41-81, or debt issued by boards of supervisors for 58 agricultural high schools pursuant to Section 37-27-65, if such 59 pledge is accomplished pursuant to a written contract or 60 resolution approved and spread upon the minutes of an official 61 meeting of the district's school board or board of supervisors. The annual grant to such district in any subsequent year during 62 the term of the resolution or contract shall not be reduced below 63 64 an amount equal to the district's grant amount for the year in 65 which the contract or resolution was adopted. The intent of this 66 provision is to allow school districts to irrevocably pledge a certain, constant stream of revenue as security for long-term 67 68 obligations issued under the code sections enumerated in this 69 paragraph or as otherwise allowed by law. It is the intent of the 70 Legislature that the provisions of this paragraph shall be 71 cumulative and supplemental to any existing funding programs or 72 other authority conferred upon school districts or school boards. 73 Debt of a district secured by a pledge of sales tax revenue 74 pursuant to this paragraph shall not be subject to any debt 75 limitation contained in the foregoing enumerated code sections; 76 and

- 77 (e) Any other purpose for which the total funding
- 78 formula funds as determined by Sections 37-151-200 through
- 79 37-151-215 are not sufficient.
- 80 (3) The remainder of the money deposited into the Education
- 81 Enhancement Fund shall be appropriated as follows:
- 82 (a) To the State Department of Education as follows:
- (i) Sixteen and sixty-one one-hundredths percent
- 84 (16.61%) to the cost of the total funding formula determined under
- 85 Sections 37-151-200 through 37-151-215; of the funds generated by
- 86 the percentage set forth in this section for the support of the
- 87 adequate education program, one and one hundred seventy-eight
- 88 one-thousandths percent (1.178%) of the funds shall be
- 89 appropriated to be used by the State Department of Education for
- 90 the purchase of textbooks to be loaned under Sections 37-43-1
- 91 through 37-43-59 to approved nonpublic schools, as described in
- 92 Section 37-43-1. The funds to be distributed to each nonpublic
- 93 school shall be in the proportion that the average daily
- 94 attendance of each nonpublic school bears to the total average
- 95 daily attendance of all nonpublic schools;
- 96 (ii) Seven and ninety-seven one-hundredths percent
- 97 (7.97%) to assist the funding of transportation operations and
- 98 maintenance pursuant to Section 37-19-23; and
- 99 (iii) Nine and sixty-one one-hundredths percent
- 100 (9.61%) for classroom supplies, instructional materials and
- 101 equipment, including computers and computer software, to be
- 102 distributed to all eligible teachers within the state through the

103 use of procurement cards or a digital solution capable of 104 tracking, paying and reporting purchases. Classroom supply funds 105 shall not be expended for administrative purposes. On a date to 106 be determined by the State Department of Education, but not later 107 than July 1 of each year, local school districts shall determine 108 and submit to the State Department of Education the number of 109 teachers eligible to receive an allocation for the current year. 110 For purposes of this subparagraph, "teacher" means any employee of 111 the school board of a school district, or the Mississippi School 112 for the Arts, the Mississippi School for Math and Science, the Mississippi School for the Blind, the Mississippi School for the 113 114 Deaf or public charter school, who is required by law to obtain a 115 teacher's license from the State Department of Education and who is assigned to an instructional area of work as defined by the 116 117 department, and shall include any full- or part-time gifted or 118 special education teacher. It is the intent of the Legislature 119 that all classroom teachers shall utilize these funds in a manner 120 that addresses individual classroom needs and supports the overall 121 goals of the school regarding supplies, instructional materials, 122 equipment, computers or computer software under the provisions of 123 this subparagraph, including the type, quantity and quality of 124 such supplies, materials and equipment. Classroom supply funds 125 allocated under this subparagraph shall supplement, not replace, 126 other local and state funds available for the same purposes. 127 State Board of Education shall develop and promulgate rules and 128 regulations for the administration of this subparagraph consistent 129 with the above criteria, with particular emphasis on allowing the 130 individual teachers to expend funds as they deem appropriate. 131 local school board shall require each school to issue credentials 132 for a digital solution selected by or procurement cards provided 133 by the Department of Finance and Administration under the 134 provisions of Section 31-7-9(1) (c) for the use of teachers and 135 necessary support personnel in making instructional supply fund 136 expenditures under this section, consistent with the regulations 137 of the Mississippi Department of Finance and Administration pursuant to Section 31-7-9. Such credentials or procurement cards 138 139 shall be provided by the State Department of Education to local 140 school districts on a date determined by the State Department of 141 Education, but not later than August 1 of each year. Local school 142 districts shall issue such credentials or procurement cards to 143 classroom teachers at the beginning of the school year, but no 144 later than August 1 of each year, and shall be issued in equal 145 amounts per teacher determined by the total number of qualifying personnel and the current state appropriation for classroom 146 147 supplies with the Education Enhancement Fund. After initial cards 148 are issued under the timeline prescribed by this section, the 149 State Department of Education may issue cards to districts for any 150 classroom teacher hired after July 1 under a timeline prescribed by the State Department of Education. Such credentials or cards 151 152 will expire on a predetermined date at the end of each school year, but not before April 1 of each year; 153

- (b) Twenty-two and nine one-hundredths percent (22.09%)
- 155 to the Board of Trustees of State Institutions of Higher Learning
- 156 for the purpose of supporting institutions of higher learning; and
- 157 (c) Fourteen and forty-one one-hundredths percent
- 158 (14.41%) to the Mississippi Community College Board for the
- 159 purpose of providing support to community and junior colleges.
- 160 (4) The amount remaining in the Education Enhancement Fund
- 161 after funds are distributed as provided in subsections (2) and (3)
- 162 of this section shall be appropriated for other educational needs.
- 163 (5) None of the funds appropriated pursuant to subsection
- 164 (3)(a) of this section shall be used to reduce the state's General
- 165 Fund appropriation for the categories listed in an amount below
- 166 the following amounts:
- 167 (a) For subsection (3)(a)(ii) of this section,
- 168 Thirty-six Million Seven Hundred Thousand Dollars
- 169 (\$36,700,000.00);
- 170 (b) For the aggregate of minimum program allotments in
- 171 the 1997 fiscal year, formerly provided for in Chapter 19, Title
- 172 37, Mississippi Code of 1972, as amended, excluding those funds
- 173 for transportation as provided for in paragraph (a) of this
- 174 subsection.
- 175 (6) Any funds appropriated from the Education Enhancement
- 176 Fund that are unexpended at the end of a fiscal year shall lapse
- 177 into the Education Enhancement Fund.
- 178 **SECTION 3.** This act shall take effect and be in force from
- 179 and after its passage.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO PROVIDE THAT PUBLIC SCHOOL DISTRICTS THAT RECEIVED A LOAN FROM THE EDUCATIONAL FACILITIES REVOLVING LOAN FUND THAT HAS NOT BEEN REPAID IN FULL BEFORE THE EFFECTIVE DATE OF THIS ACT SHALL MAKE REPAYMENTS OF THE LOAN TO THE DEPARTMENT OF FINANCE AND ADMINISTRATION UNTIL THE LOAN IS FULLY REPAID; TO PROVIDE THAT THE DEPARTMENT OF FINANCE AND ADMINISTRATION SHALL DEPOSIT ALL SUCH LOAN REPAYMENTS RECEIVED INTO THE EDUCATION ENHANCEMENT FUND; TO AMEND SECTION 37-61-33, MISSISSIPPI CODE OF 1972, TO CONFORM TO THE PRECEDING PROVISION; AND FOR RELATED PURPOSES.

HR26\SB2606A.J

Andrew Ketchings Clerk of the House of Representatives