

State of South Dakota

SEVENTY-SIXTH SESSION
LEGISLATIVE ASSEMBLY, 2001

172E0171

SENATE BILL NO. 134

Introduced by: Senators Ham, de Hueck, Dennert, Diedtrich (Elmer), Hutmacher, Koetzle, McCracken, McIntyre, Moore, Munson, Olson (Ed), Reedy, Sutton (Dan), and Symens and Representatives Hennies (Thomas), Broderick, Brown (Jarvis), Brown (Richard), Davis, Elliott, Flowers, Gillespie, Hennies (Don), Holbeck, Konold, Madsen, McCoy, Nesselhuf, Olson (Mel), Pederson (Gordon), Rhoden, and Slaughter

1 FOR AN ACT ENTITLED, An Act to revise the index factor in the state aid to education
2 formula.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 13-13-10.1 be amended to read as follows:

5 13-13-10.1. Terms used in this chapter mean:

6 (1) " Average daily membership," the average number of resident and nonresident
7 kindergarten through twelfth grade pupils enrolled in all schools operated by the
8 school district during the previous regular school year, minus average number of
9 pupils for whom the district receives tuition, except pupils described in subdivision
10 (1A) and pupils for whom tuition is being paid pursuant to § 13-28-42 and plus the
11 average number of pupils for whom the district pays tuition;

12 (1A) Nonresident students who are in the care and custody of the Department of Social
13 Services, the Unified Judicial System, the Department of Corrections, or other state

1 agencies and are attending a public school may be included in the average daily
2 membership of the receiving district when enrolled in the receiving district. When
3 counting a student who meets these criteria in its general enrollment average daily
4 membership, the receiving district may begin the enrollment on the first day of
5 attendance. The district of residence prior to the custodial transfer may not include
6 students who meet these criteria in its general enrollment average daily membership
7 after the student ceases to attend school in the resident district;

8 (2) "Adjusted average daily membership," calculated as follows:

9 (a) For districts with an average daily membership of two hundred or less, multiply
10 1.2 times the average daily membership;

11 (b) For districts with an average daily membership of less than six hundred, but
12 greater than two hundred, raise the average daily membership to the 0.8293
13 power and multiply the result times 2.98;

14 (c) For districts with an average daily membership of six hundred or more,
15 multiply 1.0 times their average daily membership;

16 (3) "Index factor," is the annual percentage change in the consumer price index for urban
17 wage earners and clerical workers as computed by the Bureau of Labor Statistics of
18 the United States Department of Labor for the year before the year immediately
19 preceding the year of adjustment or three percent, whichever is less;

20 (3A) "Enrollment adjustment," is the negative of the annual percent change in the statewide
21 general enrollment average daily membership for the year before the year immediately
22 preceding the year of adjustment. However, the enrollment adjustment may not be less
23 than zero;

24 (4) "Per student allocation," for the period January 1, 1997, to June 30, 1997, inclusive,

1 is \$1,675. For school fiscal year 1998, beginning on July 1, 1997, the per student
2 allocation shall be \$3,350 increased by the index factor. Each school fiscal year
3 thereafter, the per student allocation shall be the previous fiscal year's per student
4 allocation increased by the index factor plus the enrollment adjustment;

5 (5) "Local need," the per student allocation multiplied by the adjusted average daily
6 membership;

7 (6) "Local effort," the amount of ad valorem taxes generated in a school fiscal year by
8 applying the levies established pursuant to § 10-12-42.